OMB No. 1004-0136 Expires January 31, 2004 (September 2001) UNITED STATES 5. Lease Serial No. DEPARTMENT OF THE INTERIOR 2OG0005609 BUREAU OF LAND MANAGEMENT 6. If Indian, Allottee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER Ute 7. If Unit or CA Agreement, Name and No. la. Type of Work: X DRILL ☐ REENTER N/A 8. Lease Name and Well No. 1b. Type of Well: Oil Well Gas Well Other Single Zone Multiple Zone Ute Tribal 9-20-4-1 Name of Operator 9. API Well No. **Newfield Production Company** 3a. Address 3b. Phone No. (include area code) 10. Field and Pool, or Exploratory Route #3 Box 3630, Myton UT 84052 (435) 646-3721 Monument Butte 11. Sec., T., R., M., or Bik. and Survey or Area 4. Location of Well (Report location clearly and in accordance with any State requirements.*) At surface NE/SE 2070' FSL 912' FEL NE/SE Sec. 20, T4S R1W At proposed prod. zone 14. Distance in miles and direction from nearest town or post office* 12. County or Parish 13. State Approximatley 8.4 miles southeast of Myton, Utah Duchesne UT 15. Distance from proposed 16. No. of Acres in lease 17. Spacing Unit dedicated to this well location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any) Approx. 408 filse, NA found 40 Acres NA 19. Proposed Depth 20. BLM/BIA Bond No. on file 18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 6700" B002792 22. Approximate date work will start* 21. Elevations (Show whether DF, KDB, RT, GL, etc.) 23. Estimated duration 4th Quarter 2007 5118' GL Approximately seven (7) days from spud to rig rele 24. Attachments The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, shall be attached to this form: 1. Well plat certified by a registered surveyor. 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). 2. A Drilling Plan, Operator certification. 3. A Surface Use Plan (if the location is on National Forest System Lands, the 6. Such other site specific information and/or plans as may be required by the SUPO shall be filed with the appropriate Forest Service Office). authorized officer. Name (Printed/Typed) Date Mandie Crozier 7/12/07 Title Regulatory Specialist Approved by (Signature) Name (Printed/Typed) Date Title Office Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

FORM APPROVED

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Conditions of approval, if any, are attached.

Form 3160-3

^{*(}Instructions on reverse)





FORM APPROVED OMB No. 1004-0136 Expires January 31, 2004

5. Lease Serial No. 20G0005609

APPLICATION FOR PERMIT TO DI	RILL OR REENTER		6. If Indian, Allottee or T	ribe Name
			Ute	
1a. Type of Work: DRILL REENTE		7. If Unit or CA Agreement, Name and No.		
THE RESIDENCE OF THE PARTY OF T			N/A	
			8. Lease Name and Well N	lo.
1b. Type of Well: Oil Well Gas Well Other	Single Zone Muli	tiple Zone	Ute Tribal 9-20-4-1	
Name of Operator Newfield Production Company			9. API Well No. 43-013-	33728
3a. Address	3b. Phone No. (include area code)		10. Field and Pool, or Explo	
Route #3 Box 3630, Myton UT 84052	(435) 646-3721		Monument Butte	100
4. Location of Well (Report location clearly and in accordance with	any State requirements.*)	· · · · · · · · · · · · · · · · · · ·	11. Sec., T., R., M., or Blk.	and Survey or Area
At surface NE/SE 2070' FSL 912' FEL 5840497	40,119013			
At proposed prod. zone 4441273	Y -110.01344	3	NE/SE Sec. 20, T4	S R1W
14. Distance in miles and direction from nearest town or post office*			12. County or Parish	13. State
Approximatley 8.4 miles southeast of Myton, Utah			Duchesne	UT
15. Distance from proposed* location to nearest property or lease line, ft.	16. No. of Acres in lease	17. Spacing	g Unit dedicated to this well	
(Also to nearest drig. unit line, if any) Approx. 408' f/lse, NA' f/unit	NA		40 Acres	
18. Distance from proposed location*	19. Proposed Depth	20. BLM/E	BIA Bond No. on file	
to nearest well, drilling, completed, applied for, on this lease, ft.	6700'	1	B002792	
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will st	art*	23. Estimated duration	
5118' GL	4th Quarter 2007		Approximately seven (7) days from sp	d to rig release.
	24. Attachments			
The following, completed in accordance with the requirements of Onshor	e Oil and Gas Order No.1, shall be at	tached to this	form:	
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System is SUPO shall be filed with the appropriate Forest Service Office). 	Item 20 above). 5. Operator certific	cation. specific info	s unless covered by an existi	
25 Signature -	Name (Printed/Typed)		Date	· · · · · · · · · · · · · · · · · · ·

Name (Printed/Typed)

Title

Requilatory Specialist

Name (Printed/Typed)

Mandie Crozier

Name (Printed/Typed)

Pate

Printed/Typed)

BRADLEY G. HILL

Offenvironmental Manager

Application approval closs not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

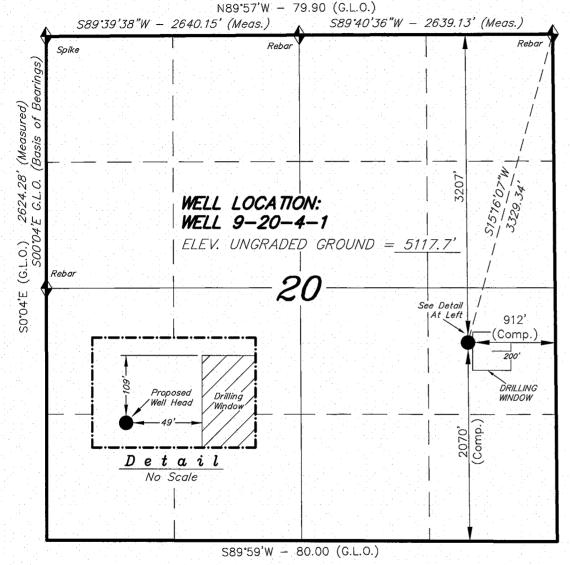
RECEIVED

JUL 17 2007

Federal Approval of this Action is Necessary

DIV. OF OIL, GAS & MINING

T4S, R1W, U.S.B.&M.

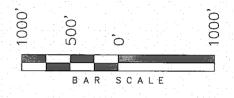


= SECTION CORNERS LOCATED

BASIS OF ELEV; U.S.G.S. 7-1/2 min QUAD (MYTON SE) WELL 9-20-4-1 (Surface Location) NAD 83 LATITUDE = 40° 07' 08.31" LONGITUDE = 110° 00' 50.75"

NEWFIELD PRODUCTION COMPANY

WELL LOCATION, WELL 9-20-4-1, LOCATED AS SHOWN IN THE NE 1/4 SE 1/4 OF SECTION 20, T4S, R1W, U.S.B.&M. DUCHESNE COUNTY, UTAH.



.05'E (G.L.C

THIS IS TO CERTIFY THAT OFFE ABOVE PEON WAS PREPARED FROM FIELD OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND SORRECT TO THE BEST OF MY KNOWLEDGE AND FLIER No.189377

REGISTERS D LAND SURVEYOR REGISTRATE OF GRAND TE OF STATE OF STATE

TRI STATE LAND SURVEYING & CONSULTING

180 NORTH VERNAL AVE. - VERNAL, UTAH 84078 (435) 781-2501

DATE SURVEYED: 05-04-07	SURVEYED BY: D.S.
DATE DRAWN: 05-07-07	DRAWN BY: T.C.J.
REVISED:	SCALE: 1" = 1000'

MEMORANDUM of EASEMENT, RIGHT-OF-WAY and SURFACE USE AGREEMENT

This Easement and Surface Use Agreement ("Agreement") is entered into this 9th day of October 2007 by and between, Henderson Ranches, LLC, Wayne and Moreen Henderson, Lance and Julie Henderson, Tommy Henderson, and Billie Henderson, whose address is R.R. 3, Box 3671, Myton, Utah 84052 ("Surface Owner," whether one or more), and NEWFIELD PRODUCTION COMPANY, a Texas corporation ("NEWFIELD"), with offices at 1401 Seventeenth Street, Suite 1000, Denver, Colorado 80202, covering certain lands, (the "Lands") situated in Duchesne County, Utah described as follows:

Township 4 South, Range 1West
Section 20: NESE (9-20-4-1)
Duchesne County, Utah

(limited to approximately 10 acres around the well bore)

For and in consideration of the sum of ten dollars (\$10.00), and other valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the undersigned hereby agree to the terms and provisions set forth as follows:

Compensation for Well; Release of All Claims

NEWFIELD shall pay to Surface Owner the sum as set forth in and according to the terms of that certain Letter Agreement for Easement, Right-of Way and Surface Use by and between Surface Owner and NEWFIELD, dated October 9, 2007, as full payment and satisfaction for any and all detriment, depreciation, injury or damage of any nature to the Lands or growing crops thereon that may occur as a result of NEWFIELD's drilling or completion operations or its continuing activities for the production or transportation of oil, gas, or other hydrocarbons or products associated with the foregoing including, but not limited to, surface use, access, pipelines, gathering lines, pipeline interconnections, and any and all other reasonable or customary uses of land related to said operations or activities.

2. Grant of Right of Way and Easement

Surface Owner hereby grants, bargains, leases, assigns, and conveys to NEWFIELD an easement and right-of-way for the purpose of construction, using and maintaining access roads, locations for surface equipment and subsurface gathering lines for each well drilled upon the Lands, pipelines, and pipeline interconnections for two years from date of this agreement and so long thereafter as NEWFIELD's oil and gas leases remain in effect.

This Agreement shall be binding upon the respective heirs, executors, administrators, successors, and assigns of the undersigned.

These Parties hereto have executed this document effective as of the day first above written.

NEWFIELD PRODUCTION COMPANY	
By: Gary D. Packer, President	
SURFACE OWNER	
By:	
By: Maye Honderson	By: Moreon Henderson

NEWFIELD PRODUCTION COMPANY UTE TRIBAL 9-20-4-1 NE/SE SECTION 20 T4S, R1W DUCHESNE COUNTY, UTAH

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. GEOLOGIC SURFACE FORMATION:

Uinta formation of Upper Eocene Age

2. <u>ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:</u>

Uinta 0' - 2,700' Green River 2,700' TD 6,700'

3. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:

Green River Formation (Oil) $2,700^{\circ} - 6,700^{\circ}$

Fresh water may be encountered in the Uinta Formation, but would not be expected below about 350'. All water shows and water bearing geologic units shall be reported to the geologic and engineering staff of the Vernal Office prior to running the next string of casing or before plugging orders are requested. All water shows must be reported within one (1) business day after being encountered.

All usable (<10,000 PPM TDS) water and prospectively valuable minerals (as described by BLM at onsite) encountered during drilling will be recorded by depth and adequately protected. This information shall be reported to the Vernal Office.

Detected water flows shall be sampled, analyzed, and reported to the geologic & engineering staff of the Vernal Office. The office may request additional water samples for further analysis. Usage of the State of Utah form *Report of Water Encountered* is acceptable, but not required.

The following information is requested for water shows and samples where applicable:

Location & Sampled Interval Date Sampled Flow Rate Temperature pН Hardness Water Classification (State of Utah) Dissolved Calcium (Ca) (mg/l) Dissolved Iron (Fe) (ug/l) Dissolved Sodium (Na) (mg/l) Dissolved Carbonate (CO₃) (mg/l) Dissolved Magnesium (Mg) (mg/l) Dissolved Bicarbonate (NaHCO₃) (mg/l) Dissolved Chloride (Cl) (mg/l) Dissolved Sulfate (SO₄) (mg/l) Dissolved Total Solids (TDS) (mg/l)

4. PROPOSED CASING PROGRAM

a. Casing Design: Ute Tribal 9-20-4-1

Size Interval Weight Grade Couplin						Design Factors		
920	Тор	Bottom	-vveigit	Grade	Coupling	Burst	Collapse	Tension
Surface casing	0'	300'	24.0 J-55 STC	STC	2,950	1,370	244,000	
8-5/8"	L		2.4.0	J-55 3	310	17.53	14.35	33.89
Prod casing	0'	6.700'	15.5	J-55	5 LTC	4,810	4,040	217,000
5-1/2"	J	0,700	13.5	J-35		2.26	1.90	2.09

Assumptions:

- 1) Surface casing max anticipated surface press (MASP) = Frac gradient gas gradient
- 2) Prod casing MASP (production mode) = Pore pressure gas gradient
- 3) All collapse calculations assume fully evacuated casing w/ gas gradient
- 4) All tension calculations assume air weight

Frac gradient at surface casing shoe = 13.0 ppg
Pore pressure at surface casing shoe = 8.33 ppg
Pore pressure at prod casing shoe = 8.33 ppg
Gas gradient = 0.115 psi/ft

All casing shall be new or, if used, inspected and tested. Used casing shall meet or exceed API standards for new casing.

All casing strings shall have a minimum of 1 (one) centralizer on each of the bottom three (3) joints.

b. Cementing Design: Ute Tribal 9-20-4-1

Job	Fill	Description	Sacks ft ³	OH Excess*	Weight (ppg)	Yield (ft³/sk)	
Surface casing	Surface casing 300' Class G		138 30%		15.8	1.17	
		1	161	1	,		
Prod casing	4.700'	Prem Lite II w/ 10% gel + 3% 32	325	30%	11.0	3.26	
Lead	4,700	KCI	1059	3076	11.0		
Prod casing	2,000'	50/50 Poz w/ 2% gel + 3%	363	200/	44.0	4.04	
Tail	2,000	KCI	451	30% 14.3		1.24	

^{*}Actual volume pumped will be 15% over the caliper log

- Compressive strength of lead cement: 1800 psi @ 24 hours, 2250 psi @ 72 hours
- Compressive strength of tail cement: 2500 psi @ 24 hours

Hole Sizes: A 12-1/4" hole will be drilled for the 8-5/8" surface casing. A 7-7/8" hole will be drilled for the 5-1/2" production casing.

Waiting On Cement: A minimum of four (4) hours shall elapse prior to attempting any pressure testing of the BOP equipment which would subject the surface casing cement to pressure, and a minimum of six (6) hours shall elapse before drilling out of the wiper plug, cement, or shoe is begun. WOC time shall be recorded in the Driller's Log. Compressive Strength shall be a minimum of 500 psi prior to drilling out.

The Vernal BLM Office shall be notified, with sufficient lead time, in order to have a BLM representative on location while running all casing strings and cementing.

The 8-5/8" surface casing shall in all cases be cemented back to surface. In the event that during the primary surface cementing operation the cement does not circulate to surface, or if the cement level should fall back more than 8 feet from surface, then a remedial surface cementing operation shall be performed to insure adequate isolation and stabilization of the surface casing.

The production casing cementing program shall be conducted as approved to protect and/or isolate all usable water zones, potentially productive zones, lost circulation zones, abnormally pressured zones, and any prospectively valuable deposits of minerals.

As a minimum, usable water zones shall be isolated and/or protected by having a cement top for the production casing at least 200 feet above the base of the usable water. If gilsonite is encountered while drilling, it shall be isolated and/or protected via the cementing program.

Top plugs shall be used to reduce contamination of cement by displacement fluid. A bottom plug or other acceptable technique, such as a suitable preflush fluid, inner string cement method, etc., shall be utilized to help isolate the cement from contamination by the mud being displaced ahead of the cement slurry.

All casing strings below the conductor shall be pressure tested to 0.22 psi per foot of casing string length or to 1500 psi, whichever is greater, but not to exceed 70% of the minimum internal yield. If pressure declines more than 10% in 30 minutes, corrective action shall be taken.

A Form 3160-5, "Sundry Notices and Reports on Wells" shall be filed with the Vernal Office Manager within 30 days after the work is completed. This report must include the following information:

Setting of each string of casing showing the size, grade, weight of casing set, depth, amounts and type of cement used, whether cement circulated or the top of the cement behind the casing, depth of the cementing tools used, casing test method and results, and the date of the work done. Spud date will be shown on the first reports submitted.

5. MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:

The Company's Class 2M minimum specifications for pressure control equipment for a standard Monument Butte development well are as follows:

A 2000 psi WP hydraulic BOP stack consisting of two ram preventers (double or two singles) and either an annular preventer or a rotating head. If no annular preventer is used, ram blocks will be changed to match the outside diameter of casing and the stack will be retested prior to running any casing string.

Connections - All components on the stack and choke and kill lines shall have either flanged, studded, clamp hub or equivalent proprietary connections except control line outlets and pressure gauges.

Choke Manifold - The minimum equipment requirements are shown in Exhibit C. The choke manifold shall be located at least 5 feet from the BOP stack, outside the substructure.

Pressure Monitoring - A means of monitoring the inlet pressure of the choke manifold shall be provided. The capability to isolate this outlet shall be provided.

Ten Point Well Program
Thirteen Point Well Program
Page 4 of 13

Drillstring Control Devices - An upper and lower kelly valve, drillstring safety valve including correct closing handle, and an inside BOP shall be provided. The safety valve and inside BOP shall have connections or crossovers to fit all tubulars with OD to allow adequate clearance for running in the hole. All drillstring valves shall be rated to the required BOP WP.

The BOP and related equipment shall meet the minimum requirements of Onshore Oil and Gas Order No. 2 for equipment and testing requirements, procedures, etc., for a 2M system, and individual components shall be operable as designed.

Function test of the BOP equipment shall be made daily. All required BOP tests and/or drills shall be recorded in the Driller's report.

Chart recorders will be used for all pressure tests. Test charts, with individual test results identified, shall be maintained on location while drilling and shall be made available to BLM representatives upon request.

6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

From surface to ±3200 feet will be drilled with either fresh water or an air/mist system, depending on the drilling contractor's preference. From about 3200 feet, or in the case of the air/mist system when hole conditions dictate, to TD, a fresh water system will be utilized. Clay inhibition and hole stability will be achieved with a KCl substitute additive. This additive will be identified in the APD and reviewed to determine if the reserve pit shall be lined. This fresh water system will typically contain Total Dissolved Solids (TDS) of less than 3000 PPM. Anticipated mud weight is 8.4 lbs/gal. If necessary to control formation fluids or pressure, the system will be weighted with the addition of bentonite gel, and if pressure conditions warrant, with barite.

No chromate additives will be used in the mud system on Federal and/or Indian lands without prior BLM approval to ensure adequate protection of fresh aquifers.

No chemicals subject to reporting under SARA Title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completing of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling, testing, or completing of this well.

Hazardous substances specifically listed by the EPA as a hazardous waste or demonstrating a characteristic of a hazardous waste will not be used in drilling, testing, or completion operations.

Newfield Production will visually monitor pit levels and flow from the well during drilling operations.

7. <u>AUXILIARY SAFETY EQUIPMENT</u> TO BE USED:

Auxiliary safety equipment will be a Kelly Cock, bit float, and a TIW valve with drill pipe threads.

8. <u>TESTING, LOGGING AND CORING PROGRAMS:</u>

a. Logging Program:

(the log types run may change at the discretion of the geologist)

FDC/CNL/GR/DLL:

TD - 3,200'

CBL: A cement bond log will be run from TD to the cement top of the production casing. A field copy will be submitted to the Vernal BLM Office.

b. Cores: As deemed necessary.

c. Drill Stem Tests: No DSTs are planned in the Green River.

Drill stem tests, if they are run, will adhere to the following requirements: Initial opening of the drill stem test tools shall be restricted to daylight hours unless specific approval to start during other hours is obtained from the Authorized Officer (AO). However, DSTs may be allowed to continue at night if the test was initiated during daylight hours and the rate of flow is stabilized and if adequate lighting is available (i.e., lighting which is adequate for visibility and vapor-proof for safe operations). Packers can be released but tripping shall not begin before daylight, unless prior approval is obtained from the AO. Closed chamber DSTs may be performed day or night.

Some means of reverse circulation shall be provided in case of flow to the surface showing evidence of hydrocarbons.

Separation equipment required for the anticipated recovery shall be properly installed before a test starts.

If a DST is performed, all engines within 100 feet of the wellbore that are required to be operational during the test shall have spark arresters or water-cooled exhausts.

Please refer to the Monument Butte Field Standard Operation Procedure (SOP).

9. ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:

No abnormal temperatures or pressures are anticipated. No hydrogen sulfide has been encountered or is known to exist from previous drilling in the area at this depth. Maximum anticipated bottomhole pressure will approximately equal total depth in feet multiplied by a 0.433 psi/foot gradient.

10. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:

a. Drilling Activity

Anticipated Commencement Date:

Drilling Days: Completion Days: Upon approval of the site specific APD.

Approximately 7 days.

Approximately 10 - 14 days.

b. Notification of Operations

The Vernal BLM office will be notified at least 24 hours prior to the commencement of spudding the well (to be followed with a Sundry Notice, Form 3160-5), of initiating pressure tests of the blowout preventer and related equipment, and running casing and cementing of all casing strings. Notification will be made during regular work hours (7:45 a.m.-4:30 p.m., Monday - Friday except holidays).

<u>Immediate Report</u>: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the appropriate regulations, Onshore Orders, or BLM policy.

No location will be constructed or moved, no well will be plugged, and no drilling or workover equipment will be removed from a well to be placed in suspended status without

Ten Point Well Program
Thirteen Point Well Program
Page 6 of 13

prior approval from the AO. If operations are to be suspended, prior approval of the AO will be obtained and notification given to the BLM before resumption of operations.

Daily drilling and completion reports shall be submitted to the Vernal BLM Office on a weekly basis.

Whether the well is completed as a dry hole or a producer, the "Well Completion and Recompletion Report and Log" (Form 3160-4) will be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3164. One copy of all logs, core descriptions, core analyses, well test data, geologic summaries, sample description, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations will be filed with Form 3160-4. Samples (cuttings, fluids, and/or gases) will be submitted when requested by the Authorized Officer (AO).

A completion rig will be used for completion operations after the wells are stimulated to run the production tubing. All conditions of this approved plan will be applicable during all operations conducted with the completion rig.

Operator shall report production data to the MMS pursuant to 30 CFR 216.5 using form MMS/3160. In accordance with Onshore Oil and Gas Order No. 1, a well will be reported on form 3160-6, "Monthly Report of Operations," starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report will be filed with the Vernal BLM Office.

The date on which production is commenced or resumed will be construed for oil wells as the date on which liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated, or the date on which liquid hydrocarbons are first produced into a permanent storage facility, whichever occurs first; and for gas wells, as the date on which associated liquid hydrocarbons are first sold or shipped from a temporary storage facility, such as a test tank, and for which a run ticket is required to be generated, or the date on which gas is measured through permanent metering facilities, whichever occurs first.

Should the well be successfully completed for production, the AO will be notified when the well is placed in a producing status. Such notification will be sent by written communication not later than 5 days following the date when the well is placed on production.

Pursuant to Onshore Order No. 7, with the approval of the AO, produced water may be temporarily disposed of into unlined pits for a period of up to 90 days. During this period, an application for approval of the permanent disposal method must be submitted to the AO.

Pursuant to NTL-4A, lessees or operators are authorized to vent/flare gas during the initial well evaluation tests, not to exceed 30 days or the production of 50 MMCF of gas, whichever occurs first. An application must be filed with the AO and approval received for any venting/flaring of gas beyond the initial 30 days or authorized test period.

A schematic facilities diagram, as required by 43 CFR 3162.7-5(b.9.d), shall be submitted to the Vernal BLM Office within 60 days of installation or first production, whichever occurs first. All site security regulations, as specified in Onshore Oil & Gas Order No. 3, shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with 43 CFR 3162.7-5(b.4).

Well abandonment operations shall not be commenced without the prior approval of the AO. In the case of newly drilled dry holes or failures, and in emergency situations, oral approval

Ten Point Well Program
Thirteen Point Well Program
Page 7 of 13

will be obtained from the AO. A "Subsequent Report of Abandonment", Form 3160-5, will be filed with the Authorized Officer within 30 days following completion of the well for abandonment. This report will indicate placement of the plugs and current status of the surface restoration. Final Abandonment will not be approved until the surface reclamation work required by the approved APD or approved abandonment notice has been completed to the satisfaction of the AO, or the appropriate surface managing agency.

Pursuant to Onshore Oil and Gas Order No. 1, lessees and operators have the responsibility to see that their exploration, development, production, and construction operations are conducted in a manner which conforms with applicable Federal laws and regulations and with the State and local laws, to the extent to which they are applicable, to operations on Federal or Indian lands

NEWFIELD PRODUCTION COMPANY UTE TRIBAL 9-20-4-1 NE/SE SECTION 20 T4S, R1W DUCHESNE COUNTY, UTAH

THIRTEEN POINT SURFACE PROGRAM

1. **EXISTING ROADS**

See attached Topographic Map "A"

To reach Newfield Production Company well location site Ute Tribal 9-20-4-1 located in the NE¼ SE¼ Section 20, T4S, R1W, S.L.B. & M., Duchesne County, Utah:

Proceed in a southwesterly direction out of Myton, Utah approximately 3.0 miles to it's junction with an existing road to the east; continue easterly and then southeasterly approximately 3.2 miles to it's junction with and existing road to the east; proceed easterly and then southeasterly approximately 2.1 miles to it's junction with the beginning of the proposed access road to the northeast; proceed along the proposed access road approximately 530' to the proposed well location.

The aforementioned dirt oil field service roads and other roads in the vicinity are constructed out of existing native materials that are prevalent to the existing area they are located in and range from clays to a sandy-clay shale material.

The roads for access during the drilling, completion and production phase will be maintained at the standards required by the State of Utah, or other controlling agencies. This maintenance will consist of some minor grader work for smoothing road surfaces and for snow removal. Any necessary fill material for repair will be purchase and hauled from private sources.

2. PLANNED ACCESS ROAD

Approximately 530' of access road is proposed. See attached Topographic Map "B".

The proposed access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%.

There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road.

There are no fences encountered along this proposed road. There will be no new gates or cattle guards required.

All construction material for this access road will be borrowed material accumulated during construction of the access road.

3. **LOCATION OF EXISTING WELLS**

Refer to EXHIBIT B.

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

Ten Point Well Program
Thirteen Point Well Program
Page 9 of 13

There are no existing facilities that will be used by this well.

It is anticipated that this well will be a producing oil well.

Upon construction of a tank battery, the well pad will be surrounded by a dike of sufficient capacity to contain at minimum 110% of the largest tank volume within the facility battery.

Tank batteries will be built to State specifications.

All permanent (on site for six (6) months or longer) structures, constructed or installed (including pumping units), will be painted a flat, non-reflective, earth tone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within six months of installation.

5. LOCATION AND TYPE OF WATER SUPPLY

Newfield Production will transport water by truck for drilling purposes from the following water sources:

Johnson Water District Water Right: 43-10136

Neil Moon Pond

Water Right: 43-11787

Maurice Harvey Pond Water Right: 47-1358

Newfield Collector Well

Water Right: 41-3530 (A30414DV, contracted with the Duchesne County Conservancy District).

There will be no water well drilled at this site.

6. SOURCE OF CONSTRUCTION MATERIALS

All construction material for this location shall be borrowed material accumulated during construction of the location site and access road.

A mineral material application is not required for this location.

7. METHODS FOR HANDLING WASTE DISPOSAL

A small reserve pit (90' x 40' x 8' deep, or less) will be constructed from native soil and clay materials. The reserve pit will receive the processed drill cutting (wet sand, shale & rock) removed from the wellbore. Any drilling fluids, which do accumulate in the pit as a result of shale-shaker carryover, cleaning of the sand trap, etc., will be promptly reclaimed. All drilling fluids will be fresh water based, typically containing Total Dissolved Solids of less than 3000 PPM. No potassium chloride, chromates, trash, debris, nor any other substance deemed hazardous will be placed in this pit. Therefore, it is proposed that no synthetic liner be required in the reserve pit. However, if upon constructing the pit there is insufficient fine clay and silt present, a liner will be used for the purpose of reducing water loss through percolation.

Newfield requests approval that a flare pit not be constructed or utilized on this location.

A portable toilet will be provided for human waste.

A trash basket will be provided for garbage (trash) and hauled away to an approved disposal site at the completion of the drilling activities.

Immediately upon first production, all produced water will be confined to a steel storage tank. If the production water meets quality guidelines, it is transported to the Ashley, Monument Butte, Jonah, and Beluga water injection facilities by company or contract trucks. Subsequently, the produced water is injected into approved Class II wells to enhance Newfield's secondary recovery project.

Water not meeting quality criteria, is disposed at Newfield's Pariette #4 disposal well (Sec. 7, T9S R19E) or at State of Utah approved surface disposal facilities.

8. **ANCILLARY FACILITIES:**

There are no ancillary facilities planned for at the present time and none foreseen in the near future.

9. **WELL SITE LAYOUT:**

See attached Location Layout Sheet.

Fencing Requirements

All pits will be fenced according to the following minimum standards:

- a) A 39-inch net wire shall be used with at least one strand of barbed wire on top of the net.
- b) The net wire shall be no more than two (2) inches above the ground. The barbed wire shall be three (3) inches above the net wire. Total height of the fence shall be at least forty-two (42) inches.
- c) Corner posts shall be centered and/or braced in such a manner to keep tight at all times
- d) Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than sixteen (16) feet.
- e) All wire shall be stretched, by using a stretching device, before it is attached to the corner posts.

The reserve pit fencing will be on three (3) sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until cleanup.

Existing fences to be crossed by the access road will be braced and tied off before cutting so as to prevent slacking in the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and upon completion of construction the fence shall be repaired to BLM specifications.

10. PLANS FOR RESTORATION OF SURFACE:

a) Producing Location

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, material, trash and junk not required for production.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximated natural contours. Weather permitting, the reserve pit will be reclaimed within one hundred twenty (120) days from the date of well completion. Before any dirt work takes place, the reserve pit must have all fluids and hydrocarbons removed.

b) Dry Hole Abandoned Location

At such time as the well is plugged and abandoned, the operator shall submit a subsequent report of abandonment and the State of Utah will attach the appropriate surface rehabilitation conditions of approval.

11. SURFACE OWNERSHIP: Henderson Ranches LLC, Duchesne County, Utah.

12. OTHER ADDITIONAL INFORMATION:

Newfield Production Company requests 530' of disturbed area be granted to allow for construction of the planned access road. Refer to Topographic Map "B". For the planned access road a temporary width of 60' will be needed for construction purposes with a permanent width of 30' and a running surface of 18'. The construction phase of the planned access road will last approximately (5) days. The planned access road will be an 18' crown road (9' either side of the centerline) with drainage ditches along either side of the proposed road whether it is deemed necessary in order to handle any run-off from normal meteorological conditions that are prevalent to this area. The maximum grade will be less than 8%. There will be no culverts required along this access road. There will be barrow ditches and turnouts as needed along this road. There are no fences encountered along this proposed road. There will be no new gates or cattle guards required. All construction material for this access road will be borrowed material accumulated during construction of the access road.

Newfield Production Company requests 530' of disturbed area be granted to allow for construction of the proposed gas lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a 6" gas gathering line, and a 3" poly fuel gas line, with a permanent width of 30' upon completion of the proposed gas lines. The construction phase of the proposed gas lines will last approximately (5) days. Both lines will tie in to the existing pipeline infrastructure. Refer to Topographic Map "C."

Newfield Production Company requests 530' of disturbed area be granted to allow for construction of the proposed water lines. It is proposed that the disturbed area will temporarily be 50' wide to allow for construction of a buried 3" steel water injection line and a buried 3" poly water return line and 30' wide upon completion of the proposed water lines. **Refer to Topographic Map "C."**

- a) Newfield Production Company is responsible for informing all persons in the area who are associated with this project that they will be subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, Newfield is to immediately stop work that might further disturb such materials and contact the Authorized Officer.
- b) Newfield Production will control noxious weeds along rights-of-way for roads, pipelines, well sites or other applicable facilities. On State administered land it is required that a Pesticide Use Proposal shall be submitted and given approval prior to the application of herbicides or other possible hazardous chemicals.

c) Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on State Lands after the conclusion of drilling operations or at any other time without State authorization. However, if State authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities.

The Archaeological Report for this location will be forthcoming.

Additional Surface Stipulations

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws and regulations, Onshore Oil and Gas Orders, the approved plan of operations and any applicable Notice to Lessees. A copy of these conditions will be furnished to the field representative to ensure compliance.

Hazardous Material Declaration

Newfield Production Company guarantees that during the drilling and completion of the Ute Tribal 9-20-4-1, Newfield will not use, produce, store, transport or dispose 10,000# annually of any of the hazardous chemicals contained in the Environmental Protection Agency's consolidated list of chemicals subject to reporting under Title III Superfund Amendments and Reauthorization Act (SARA) of 1986. Newfield also guarantees that during the drilling and completion of the Ute Tribal 9-20-4-1 Newfield will use, produce, store, transport or dispose less than the threshold planning quantity (T.P.Q.) of any extremely hazardous substances as defined in 40 CFR 355.

A complete copy of the approved APD, if applicable, shall be on location during the construction of the location and drilling activities.

Newfield Production Company or a contractor employed by Newfield Production shall contact the State office at (801) 722-3417, 48 hours prior to construction activities.

The State office as well as the Ute Tribe Energy and Mineral Department shall be notified upon site completion prior to moving on the drilling rig.

13. <u>LESSEE'S OR OPERATOR'S REPRENSENTATIVE AND CERTIFICATION:</u>

Representative

Name:

Kim Kettle

Address:

Newfield Production Company

Route 3, Box 3630 Myton, UT 84052

Telephone:

(435) 646-3721

Certification

Please be advised that Newfield Production Company is considered to be the operator of well #9-20-4-1, NE/SE Section 20, T4S, R1W, Duchesne County, Utah and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by US Specialty Insurance #B002792.

I hereby certify that the proposed drill site and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct

Ten Point Well Program
Thirteen Point Well Program
Page 13 of 13

to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Newfield Production Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of the 18 U.S.C. 1001 for the filing of a false statement.

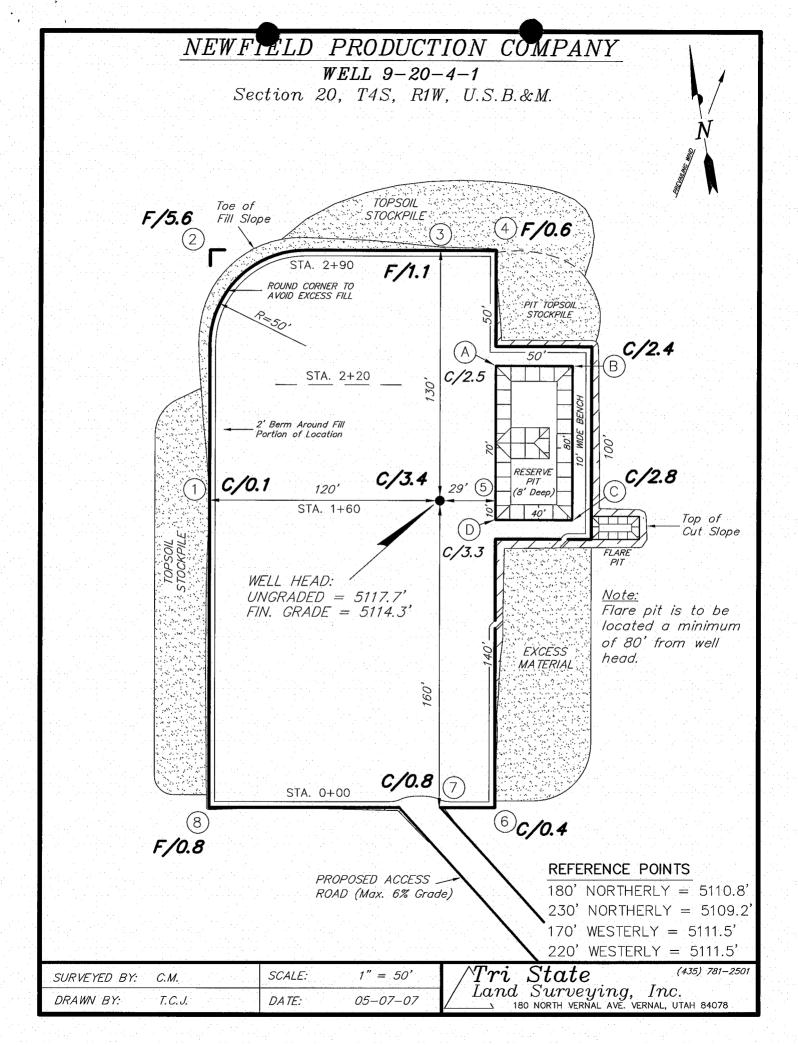
<u>7/12/07</u>

Date

Mandie Crozier

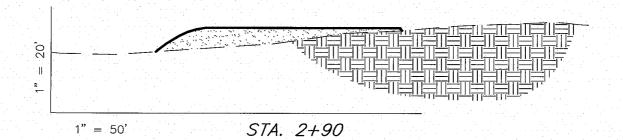
Regulatory Specialist

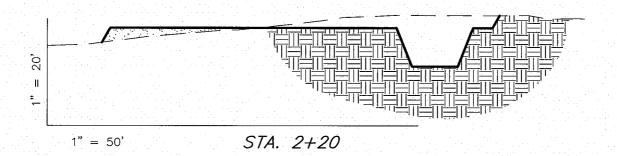
Newfield Production Company

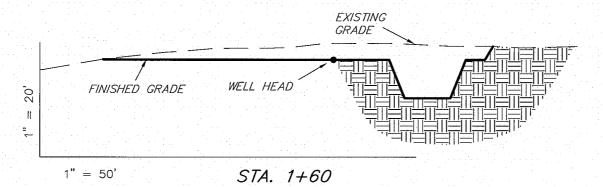


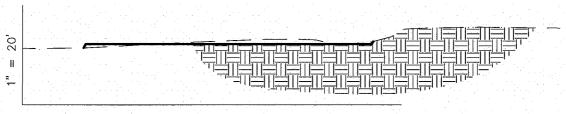
NEW FIELD PRODUCTION COMPANY

CROSS SECTIONS WELL 9-20-4-1









1" = 50' STA. 0+00

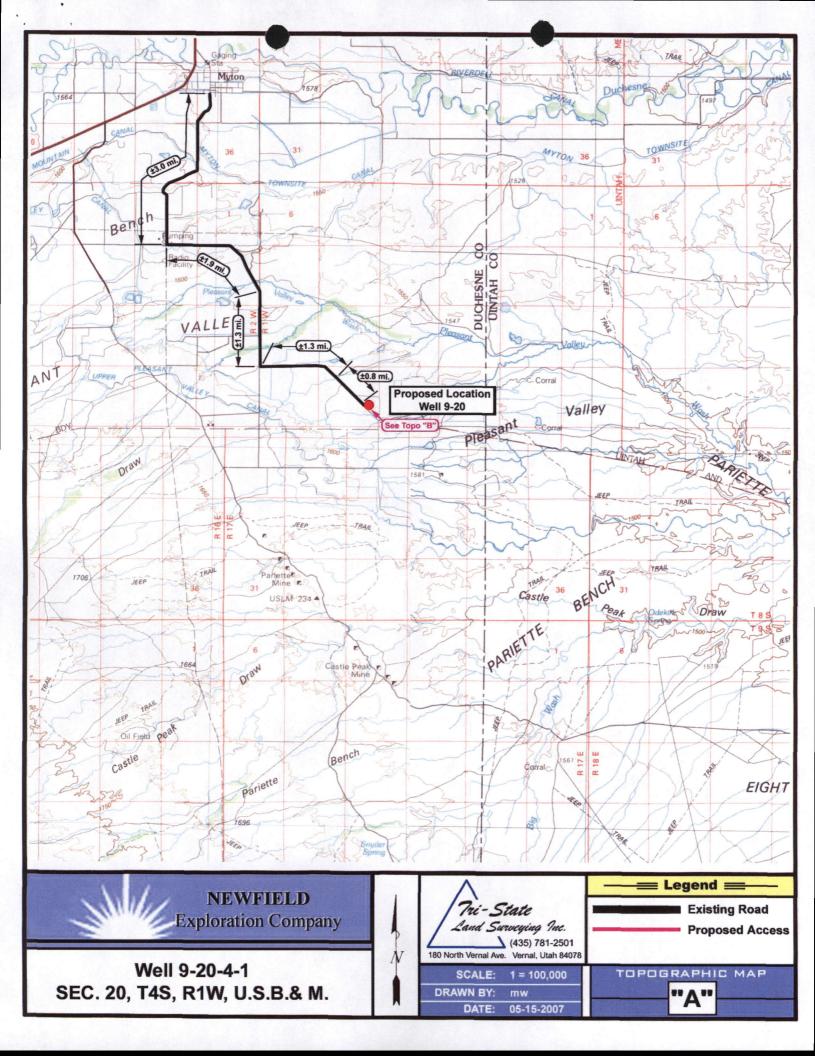
NOTE: UNLESS OTHERWISE NOTED ALL CUT/FILL SLOPES ARE AT 1.5:1

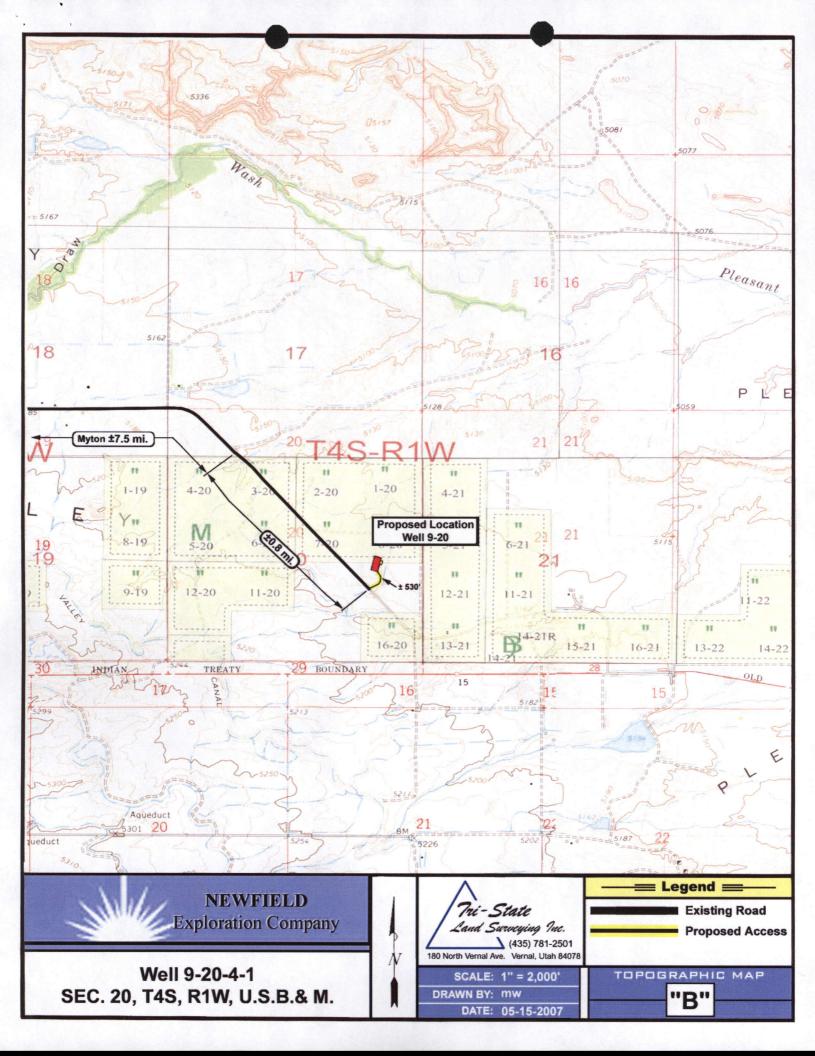
ESTIMATED EARTHWORK QUANTITIES (No Shrink or swell adjustments have been used) (Expressed in Cubic Yards)

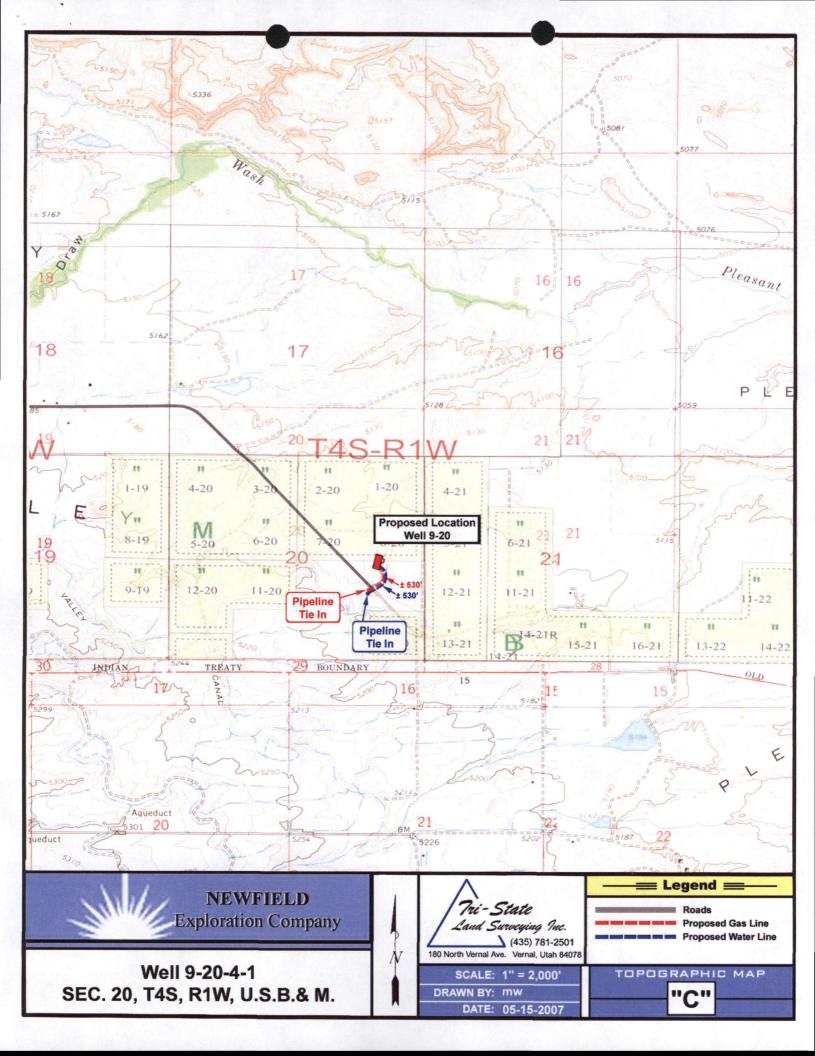
ITEM	CUT	FILL	6" TOPSOIL	EXCESS
PAD	1,370	not included		10
PIT	640			640
TOTALS	2,010	1,360	940	650

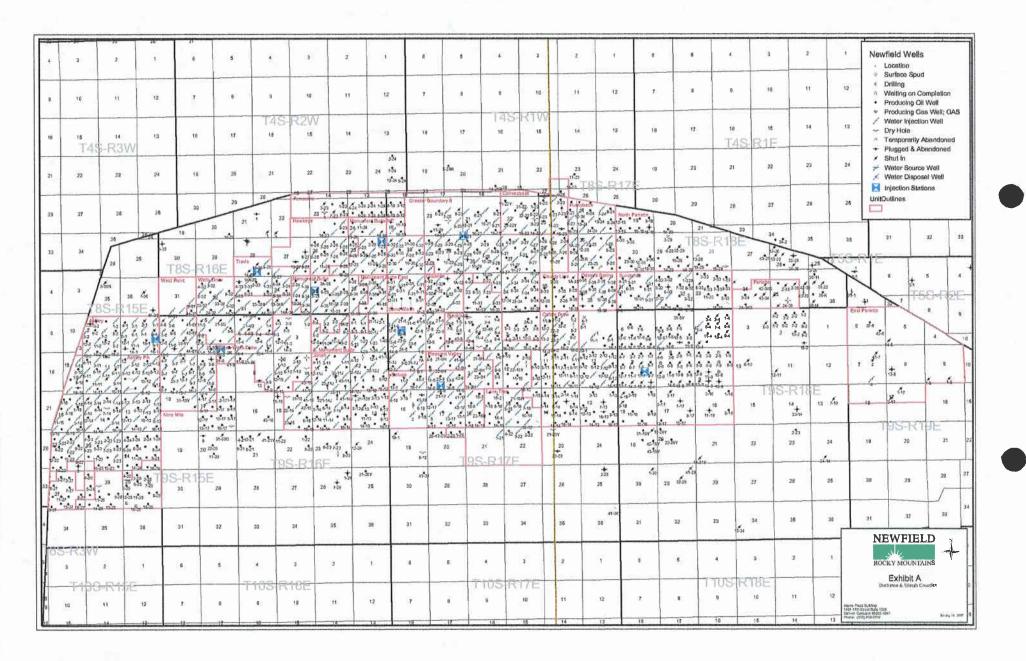
SURVEYED BY: C.M.	SCALE:	1" = 50'
DRAWN BY: T.C.J.	DATE:	05-07-07

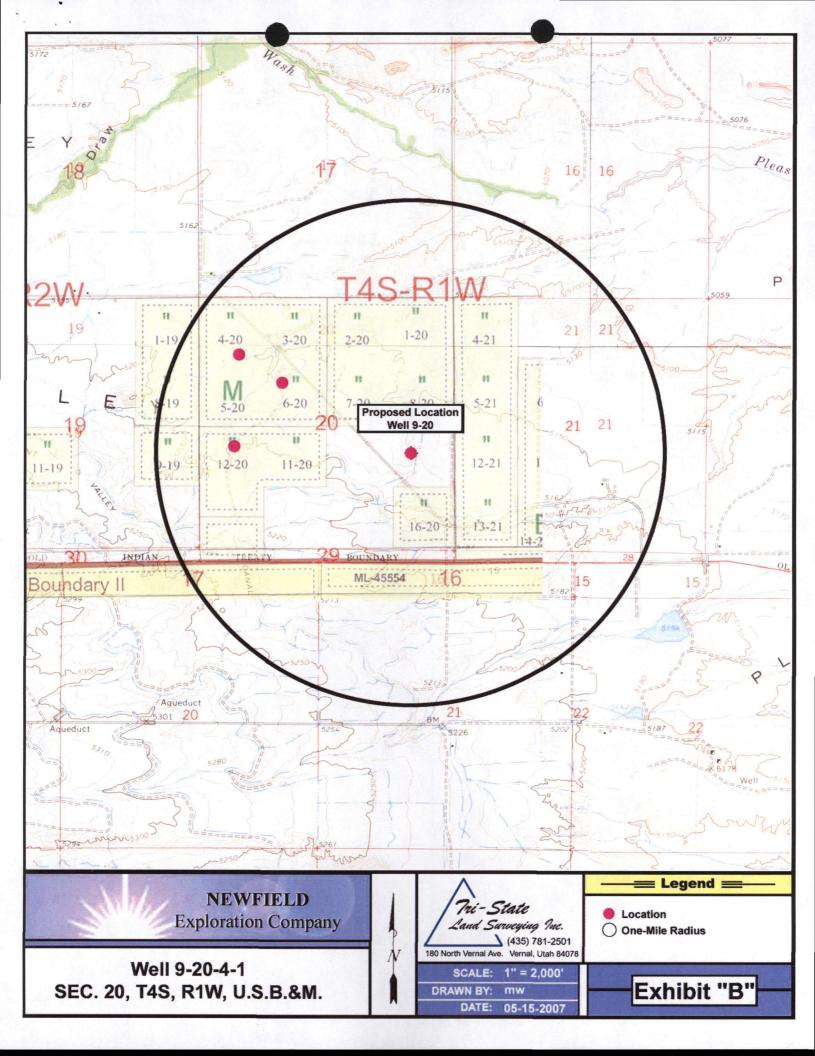
NEWFIELD PRODUCTION COMPANY TYPICAL RIG LAYOUT WELL 9-20-4-1 Emergency fuel shut down X Light Plant MUD PUMP UMP TRASH OW DOG STORAGE PUMP LLOW DC 50' MUD TOILET BENCH MUD TANK DOG HOUSE WATER TANK BASE PARTS HOUSE JOM TRAILERS RIG RESERVE PIT 8' Deep 120' 29 40' FLARE PIPE RACKS PIPE TUB PIPE TUB PIPE TUB CATWALK PIPE RACKS 140 ,091 DATA PROPOSED ACCESS ROAD (Max. 6% Grade) $egin{array}{ll} Tri & State & {}^{(435)} \, {}^{781-.} \ Land & Surveying, & Inc. \ ____ & {}^{180} \, {}^{NORTH} \, {}^{VERNAL \, AVE. \, VERNAL, \, UTAH \, 84078} \end{array}$ (435) 781-2501 1" = 50'SCALE: SURVEYED BY: C.M. 05-07-07 DRAWN BY: T.C.J. DATE:











2-M SYSTEM

Blowout Prevention Equipment Systems

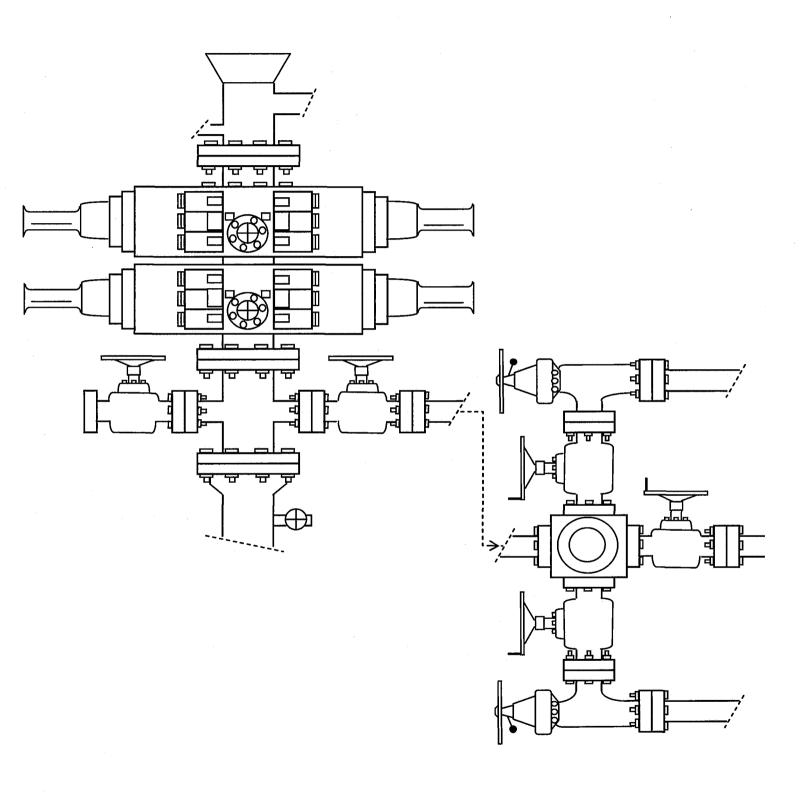
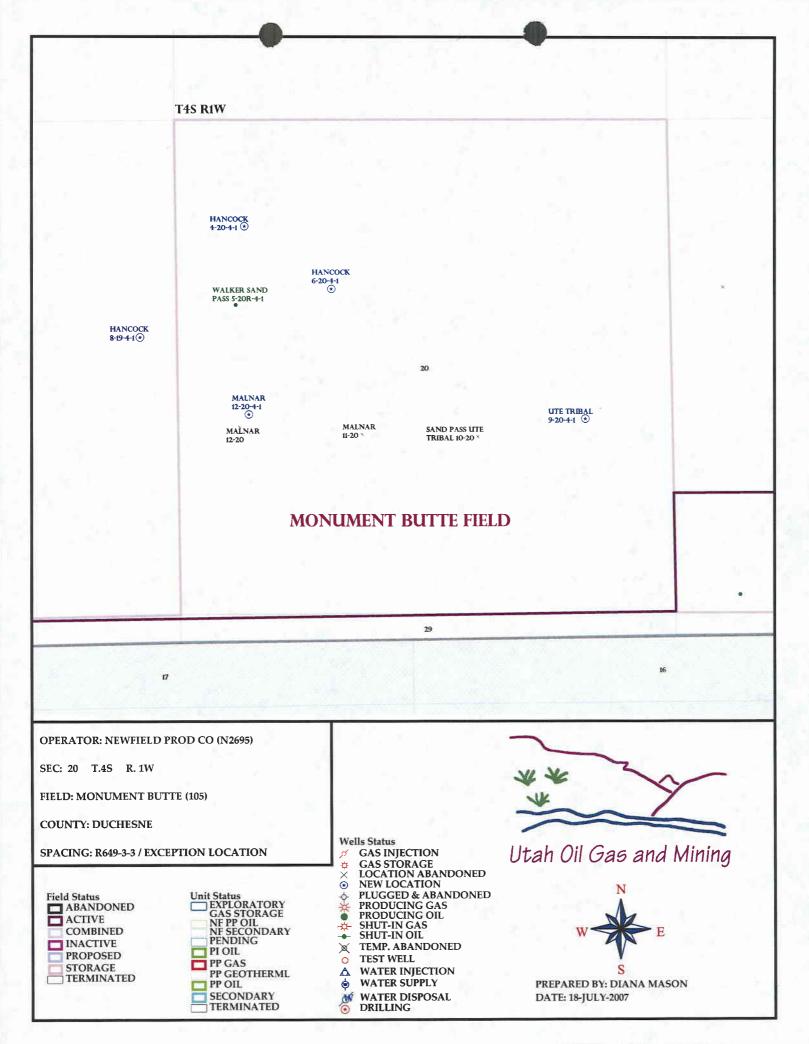


EXHIBIT C

APD RECEIVED: 07/17/2007		API NO. ASSIG	NED: 43-013	3-33728
WELL NAME: UTE TRIBAL 9-20-4-1				
OPERATOR: NEWFIELD PRODUCTION (N2695)		PHONE NUMBER:	435-646-3723	1
CONTACT: MANDIE CROZIER				
CONTACT: TEMPER CHORES.				
PROPOSED LOCATION:		INSPECT LOCATN	BY: /	/
NESE 20 040S 010W SURFACE: 2070 FSL 0912 FEL		Tech Review	Initials	Date
BOTTOM: 2070 FSL 0912 FEL		Engineering		
COUNTY: DUCHESNE LATITUDE: 40.11901 LONGITUDE: -110.0134		Geology		
UTM SURF EASTINGS: 584069 NORTHINGS: 44412	223	Surface		
FIELD NAME: MONUMENT BUTTE (105 LEASE TYPE: 2 - Indian LEASE NUMBER: 20G0005609 SURFACE OWNER: 4 - Fee		PROPOSED FORMAT		Į.
RECEIVED AND/OR REVIEWED:	LOCATION	ON AND SITING:		
✓ Plat	R	649-2-3.		
Bond: Fed[] Ind[2] Sta[] Fee[]				
(No. B002792)	Unit:_			
Potash (Y/N)	R	649-3-2. Gener	al	
Oil Shale 190-5 (B) or 190-3 or 190-13	, S.	iting: 460 From Qt	r/Qtr & 920' B	etween Wells
Water Permit	✓ R	649-3-3. Excep	tion	_
(No. 43-10136)	D.	millian Haib		
RDCC Review (Y/N)		rilling Unit Board Cause No:		
(Date:)		Eff Date:		
Fee Surf Agreement (YN)		Siting:		
Intent to Commingle (Y/N)	R	649-3-11. Dire	ctional Dril	.1
COMMENTS: Needs Presil	(10-)	10-02)		
COMMENTS: Med fresil	<u>-0 (10 1)</u>	<u> </u>		***
			- (
STIPULATIONS: 1- Jedina Copproc				
Spacing Stre)			
3- STATEMENT	TOF	BASIS		



Application for Permit to Drill Statement of Basis

10/23/2007

Utah Division of Oil, Gas and Mining

Page 1

APD No

API WellNo

Status

Well Type OW Surf Ownr P CBM No

570

43-013-33728-00-00 NEWFIELD PRODUCTION COMPANY

Surface Owner-APD

Well Name UTE TRIBAL 9-20-4-1

Unit

Unit

Field MONUMENT BUTTE

Type of Work

Location

NESE 20 4S 1W U 2070 FSL 912 FEL

GPS Coord (UTM) 584069E 4441223N

Geologic Statement of Basis

The Ute Tribe owns the mineral rights for the proposed well. The BLM will be the agency responsible for evaluating and approving the drilling, casing and cement programs.

Brad Hill

10/23/2007

APD Evaluator

Date / Time

Surface Statement of Basis

Floyd Bartlett (DOGM), Kim Swasey (Newfield), Mike Cutler (BLM).

The proposed location is approximately 8.4 road miles southeast of Myton, UT in a sub-drainage of Pleasant Valley Wash which drains into the Pariette Draw drainage of Duchesne County. Both of these draws contain perennial streams somewhat consisting of irrigation runoff and seepage. Pariette Draw runs into the Green River approximately 6 miles downstream from Ouray, Utah and about 13 miles downstream from the location. Broad flats in Pleasant Valley frequently used for agriculture characterize the area. Flats are intersected by drainages with gentle to moderate side slopes. Access is by State and County and planned oil field development roads. Five-hundred and thirty feet of new construction following a existing two-track road across Henderson's private land will be required to reach the location.

The proposed Ute Tribal 9-20-4-1 oil well location is in Pleasant Valley on a non-irrigated site with nearby sprinkler irrigated fields. It is on the west end of a flat, which slopes gently to a slightly lower flat to the west. Portions of both flats contain sprinkler irrigated alfalfa fields. The site is a semi-waste area between the two cultivated fields. The location is outside the normal drilling window and was moved to miss the field to the east. Old fences in the area indicate the site may have been used as a stack-yard or feeding area. An old abandoned ditch line with a row of elm trees exist to the east. No draws intersect the location and no diversions will be required.

Henderson Ranches, LLC own the surface of the location. A Surface Use Agreement has not been reached with the Hendersons, however Mr. Wayne Henderson was contacted by Charles MacDonald of the BLM and gave permission to conduct the pre-site visit. Mr. Henderson was aware of the site selected and stated he would not attend the visit. The minerals are owned by the United States Government and held in trust for the Ute Indian Tribe. Michael Cutler of the BLM represented the Ute Indian Tribe. He had no additional concerns regarding the proposal not covered in the APD.

The location appears to be a suitable site for drilling and operating a well.

Floyd Bartlett

10/16/2007

Onsite Evaluator

Date / Time

Application for Permit to Drill Statement of Basis

10/23/2007

Utah Division of Oil, Gas and Mining

Page 2

Conditions of Approval / Application for Permit to Drill

Category

Condition

Pits

A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be

properly installed and maintained in the reserve pit.

Utah Division of Oil, Gas and Mining

Operator

NEWFIELD PRODUCTION COMPANY

Well Name

UTE TRIBAL 9-20-4-1

API Number

43-013-33728-0

APD No 570

Tw

4S

Field/Unit MONUMENT BUTTE

Location: 1/4,1/4 NESE

Sec 20

Rng 1W

2070 FSL 912 FEL

GPS Coord (UTM) 584077

4441226

Surface Owner

Participants

Floyd Bartlett (DOGM), Kim Swasey (Newfield), Mike Cutler (BLM).

Regional/Local Setting & Topography

The proposed location is approximately 8.4 road miles southeast of Myton, UT in a sub-drainage of Pleasant Valley Wash which drains into the Pariette Draw drainage of Duchesne County. Both of these draws contain perennial streams somewhat consisting of irrigation runoff and seepage. Pariette Draw runs into the Green River approximately 6 miles downstream from Ouray, Utah and about 13 miles downstream from the location. Broad flats in Pleasant Valley frequently used for agriculture characterize the area. Flats are intersected by drainages with gentle to moderate side slopes. Access is by State and County and planned oil field development roads. Five-hundred and thirty feet of new construction following a existing two-track road across Henderson's private land will be required to reach the location.

The proposed Ute Tribal 9-20-4-1 oil well location is in Pleasant Valley on a non-irrigated site with nearby sprinkler irrigated fields. It is on the west end of a flat, which slopes gently to a slightly lower flat to the west. Portions of both flats are sprinkler irrigated alfalfa fields. The site is a semi-waste area between the two cultivated fields. The location is outside the normal drilling window and was moved to miss the field to the east. Old fences in the area indicate the site may have been used as a stack-yard of feeding area. An old abandoned ditch line with a row of elm trees exist to the east. No draws intersect the location and no diversions will be required.

Surface Use Plan

Current Surface Use

Grazing

New Road

Miles Well Pad

Src Const Material

Surface Formation

0.1

Width 199

Length 290

Onsite

UNTA

Ancillary Facilities N

Waste Management Plan Adequate? Y

Environmental Parameters

Affected Floodplains and/or Wetland N

Flora / Fauna

Mostly barren. Russian thistle, Russian knapweed, halogeton, greasewood, broom snakeweed and poverty weed exists.

Cattle, deer, prairie dogs, small mammals and birds.

Soil Type and Characteristics

Deep sandy clay loam. Some sand Deep sandy clay loam. Some sandstone bedrock on surface on west end of location.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues N

Drainage Diverson Required N

Berm Required? N

Erosion Sedimentation Control Required? N

Paleo Survey Run? N

Paleo Potental Observed? N

Cultural Survey Run? Y

Cultural Resources? N

Reserve Pit

Site-Specific Factors		Site	Ranking		
Distance to Groundwater (feet)	25 to 75		15		
Distance to Surface Water (feet)	>1000		0		
Dist. Nearest Municipal Well (ft)	>5280		0		
Distance to Other Wells (feet)	300 to 1320		10		
Native Soil Type	Mod permeability		10		
Fluid Type	Fresh Water		5		
Drill Cuttings	Normal Rock		0		
Annual Precipitation (inches)	<10		0		
Affected Populations	<10		0		
Presence Nearby Utility Conduits	Not Present		0		
		Final Score	40	1	Sensitivity Level

Characteristics / Requirements

40' x 80' x 8' deep located in an area of cut on the northeast side of the location. A pit liner is required. Newfield commonly uses a 16 mil liner.

Closed Loop Mud Required? N Liner Required? Y Liner Thickness 16 Pit Underlayment Required? Y

Other Observations / Comments

Floyd Bartlett **Evaluator**

10/16/2007

Date / Time



August 22, 2007

Mike James Ute Indian Tribe Energy Minerals Dept. P.O. Box 70 Fort Duchesne, UT 84026

Re:

Exception Location Ute Tribal 9-20-4-1 Duchesne County, Utah

Dear Mr. James:

In accordance with Section 3.1.D of the Exploration & Development Agreement dated December 22, 2006 among the Ute Indian Tribe, Newfield Production Company and the Ute Distribution Corporation, please be advised that Newfield is requesting approval from the Utah Division of Oil, Gas & Mining for the following well:

Ute Tribal 9-20-4-1 T4S R1W, Section 20: NE/4SE/4 2070' FSL 912' FEL Duchesne County, Utah

This well is located outside of the drilling window as required by State of Utah R649-3-2 to accommodate the surface owner. Therefore, it is necessary to obtain your written concurrence with this exception location as an affected party.

Enclosed you will find a plat showing the location of the above referenced well. If you are in agreement to this location, please verify your consent by signing and dating where indicated on page 2 of this letter and returning to my attention as soon as possible by fax to 303-893-0103.

If you have any questions or need further information, please do not hesitate to contact me at 303-382-4444 or by email at reveland@newfield.com. I appreciate your prompt attention to this matter.

Sincerely.

NEWFIELD PRODUCTION COMPANY

Royann Eveland

Roxann Eveland
Land Associate

cc: Roger Tullberg Bob Ogle Fax to:

303-893-0103

Newfield Production Company

Attn:

Roxann Eveland

Re:

Exception Location

Ute Tribal 9-20-4-1

T4S R1W, Section 20: NE/4SE/4

2070' FSL 912' FEL Duchesne County, Utah

Please be advised The Ute Indian Tribe does not have an objection to the proposed location of the aforementioned well.

By: CUMY & CESSPOOCH
Curh & Rice & Spooch. Chair man

Print Name and Title

Date:



September 27, 2007

State of Utah, Division of Oil, Gas & Mining ATTN: Diana Mason PO Box 145801
Salt Lake City, UT 84114-5801

RE:

Exception Location
Ute Tribal 9-20-4-1

T4S R1W, Section 20: NE/4SE/4

2070'FSL 912' FEL Duchesne County, Utah

Dear Ms. Mason;

Pursuant to Rule 649-3-3 of the Oil & Gas Rules and Regulations of the State of Utah, Newfield Production Company ("NPC") hereby requests an exception location for the drilling of the captioned well. The proposed drillsite for this well is located 49' to the west of the drilling window required by Rule R649-3-2, which requires a well to be located in the center of a forty (40) acre quarter-quarter section, or a substantially equivalent lot or tract, with a tolerance of two hundred (200) feet in any direction from the center.

The attached plat depicts the proposed location and illustrates the deviation from the drilling window. The requested location has been chosen to accommodate the surface owner.

Please note the drillsite and all surrounding acreage within a four hundred sixty (460') foot radius is owned by NPC and The Ute Indian Tribe. You will find a copy of The Ute Indian Tribe's consent to this exception location attached to this letter.

If you have any questions or require further information, please do not hesitate to contact the undersigned at 303-382-4444 or by email at reveland@newfield.com. Your consideration of this matter is greatly appreciated.

Sincerely,

Roxann Eveland Land Associate

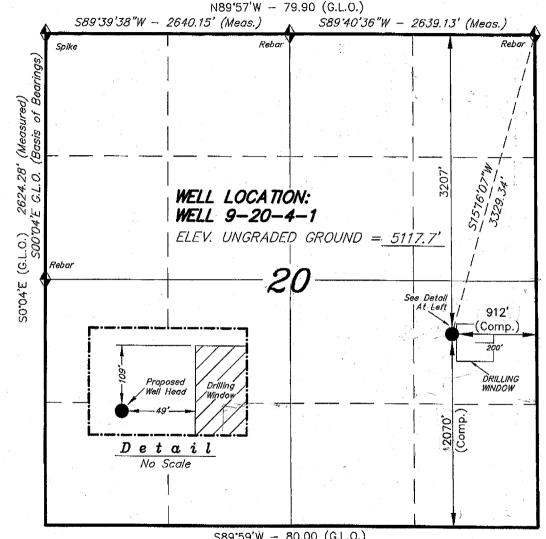
Royann Eveland

Attachment

RECEIVED OCT 0 1 2007

DIV. OF OIL, GAS & MINING

T4S, R1W, U.S.B.&M.



S89'59'W - 80.00 (G.L.O.)

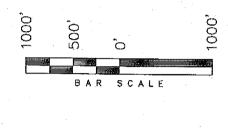


= SECTION CORNERS LOCATED

BASIS OF ELEV; U.S.G.S. 7-1/2 min QUAD (MYTON SE) WELL 9-20-4-1 (Surface Location) NAD 83 LATITUDE = 40° 07' 08.31" LONGITUDE = 110° 00' 50.75"

NEWFIELD PRODUCTION COMPANY

WELL LOCATION, WELL 9-20-4-1, LOCATED AS SHOWN IN THE NE 1/4 SE 1/4 OF SECTION 20, T4S, R1W, U.S.B.&M. DUCHESNE COUNTY, UTAH.



THIS IS TO CERTIFY THAT THE ABOVE PEPER NO.189377

TRI STATE LAND SURVEYING & CONSULTING

180 NORTH VERNAL AVE. - VERNAL, UTAH 84078 (435) 781-2501

DATE SURVEYED: 05-04-07	SURVEYED BY: D.S.
DATE DRAWN: 05-07-07	DRAWN BY: T.C.J.
REVISED:	SCALE: 1" = 1000'



UTE INDIAN TRIBE

Energy and Minerals Department

P.O. Box 70 988 South 7500 East Fort Duchesne, Utah 84026

September 17, 2007

Phone: 435-725-4950 Fax: 435-725-4970

Email: energy_minerals@utetribe.com

Mr. Gil Hunt, Director, Oil & Gas Utah Division of Oil, Gas and Mining P.O. Box 145801 Salt Lake City, Utah 84114-5801

Re: Newfield Production Company Exception Locations – Monument Buttes

Gentleman:

Due to topographic or environmental situations, Newfield has had to stake certain obligation wells for 2007 in areas that require an exception location approval from the Utah Division of Oil, Gas & Mining along with Tribal concurrence for same.

Attached are twelve (12) letters, along with accompanying support data, from Newfield to the Tribe requesting Tribal consent for twelve (12) exception locations. The twelve (12) exception locations requiring Tribal consent are as follows: Ute Tribal 10-21-4-1, 9-20-4-1, 8-25-4-1, 6-25-4-1, 2-1-5-1, 4-1-5-1, 3-1-5-1, 7-19-4-1, 7-23-4-1, 16-35-4-1, 4-8-5-2 and the 2-7-5-2.

Pursuant to Tribal Business Committee Resolution 06-217 dated October 25, 2006, the Tribe entered into an Exploration and Development Agreement with Newfield Production Company effective February 23, 2007. Under this contract, Newfield is required to drill twelve (12) wells per year in order to meet its contractual obligations with the Tribe.

By this letter, the Tribe hereby consents to Newfield's proposed exception locations and requests that your Agency approve same.

Thank you for your consideration in this matter. If you have any questions or need any additional information, please contact Mr. Lynn Becker, Director, Energy and Minerals Department at 435-725-4972.

Curtis Cesspooch

Chairman, Tribal Business Committee

Cc: Dinah Peltier-BIA

William Stringer-BLM

Kelly Donohoue-Newfield RECEIVED

OCT n 4 2007





MICHAEL R. STYLER Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA
Division Director

January 14, 2008

Newfield Production Company Rt. #3, Box 3630 Myton, UT 84052

Re:

Ute Tribal 9-20-4-1 Well, 2070' FSL, 912' FEL, NE SE, Sec. 20, T. 4 South, R. 1 West,

Duchesne County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

Appropriate information has been submitted to DOGM and administrative approval of the requested exception location is hereby granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-013-33728.

Sincerely,

Gil Hunt

Associate Director

pab Enclosures

cc:

Duchesne County Assessor

Bureau of Land Management, Vernal Office



Operator:	Newfield Production Company
Well Name & Number	Ute Tribal 9-20-4-1
API Number:	43-013-33728
Lease:	2OG0005609
Location: NE SE Sec	c. 20 T. 4 South R. 1 West

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 (801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)
- 6. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Form 3160-3 (September 2001)

FORM APPROVED OMB No. 1004-0136 Expires January 31, 2004

2OG0005609

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

APPLICATION FOR PERMIT TO DR		6. If Indian, Allottee or Tribe Name				
				Ute		
la. Type of Work: DRILL REENTER	<u> </u>			7. If Unit or CA Agree	ment, Na	me and No.
	•			N/A		
lb. Type of Well: ☑ Oil Well ☐ Gas Well ☐ Other	X Singl	e Zone 📮 Multip	ala Zama	8. Lease Name and We		
2. Name of Operator	- Sing	e zone - wunin	ne Zone	Ute Tribal 9-20-	4-1	
Newfield Production Company				9. API Well No.	33	728
3a. Address	3b. Phone No. (include area code)		10. Field and Pool, or E		
Route #3 Box 3630, Myton UT 84052		Monument But	-	•		
4. Location of Well (Report location clearly and in accordance with a	any State require	ments.*)	************	11. Sec., T., R., M., or I	3lk. and S	Survey or Area
At surface NE/SE 2070' FSL 912' FEL	•					•
At proposed prod. zone				NE/SE Sec. 20	, T4S R	1W
14. Distance in miles and direction from nearest town or post office*		12. County or Parish		13. State		
Approximatley 8.4 miles southeast of Myton, Utah				Duchesne		UT
15. Distance from proposed* location to nearest	16. No. of Acre	es in lease	17. Spacing	ing Unit dedicated to this well		
property or lease line, ft.		!		40.4		
(Also to nearest drig. unit line, if any) Approx. 408' f/lse, NA' f/unit	NA		40 Acres			
 Distance from proposed location* to nearest well, drilling, completed, 	19. Proposed D	Depth	20. BLM/E	BIA Bond No. on file		
applied for, on this lease, ft. NA	6700'		E	B002792		
21. Elevations (Show whether DF, KDB, RT, GL, etc.)	22. Approximate date work will start*		rt*	23. Estimated duration		
5118' GL	4th Quarter 2007			Approximately seven (7) days fr	om spud to ri	g release.
	24. Attach					
The following, completed in accordance with the requirements of Onshor	e Oil and Gas Or	der No.1, shall be att	ached to this	form:		
1. Well plat certified by a registered surveyor.	Í	4. Bond to cover ti	ne operation	is unless covered by an o	existing h	ond on file (see
2. A Drilling Plan.		Item 20 above).		as annual covered by university	onioning o	02 0 (000
3. A Surface Use Plan (if the location is on National Forest System		 Operator certific Such other site 		rmation and/or plans as	may he	required by the
SUPO shall be filed with the appropriate Forest Service Office).		authorized office	r.	inacion una or pians as	may oc	required by the
25 Signature	Name (P	rinted/Typed)			Date	
Il landie (10xxx	Mandi	e Crozier			7/12/0)7
Title						
Regulatory Specialist						
Approved by (Signature)		rinted/Typed)		1	Date	
Title Assistant Field Manager		ery KENCZKA		· · · · · · · · · · · · · · · · · · ·	4-18	·2008
Lands & Mineral Resources	Office	1/Ena	IAI ESE	I n AECIAE		
Lating a implicitly upportion	1	YENI	<u>ial lie</u>	LD OFFICE		

Application approval does not warrant or certify the the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct

Conditions of approval, if any, are attached

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on reverse)

NOTICE OF APPROVAL

RECEIVED APR 2 4 2008

DIV. OF OIL, GAS & MINING



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE

VERNAL FIELD OFFICE VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Newfield Production		Company	Location:	NESE, Sec.	20, T4S, R1W
Well No:	Ute Tribal 9-20-4-1		Lease No:	2OG000560)9
API No:	43-013-33728		Agreement:	N/A	
Title		Name	Office Phone	Number	Cell Phone Number
Petroleum E	ngineer:	Matt Baker	(435) 781	-4490	(435) 828-4470
Petroleum E	ngineer:	Michael Lee	(435) 781	-4432	(435) 828-7875
Petroleum E	ngineer:	James Ashley	(435) 781	-4470	(435) 828-7874
Petroleum E	ngineer:	Ryan Angus	(435) 781	-4430	(435) 828-7368
Supervisory	Petroleum Technician:	Jamie Sparger	(435) 781	-4502	(435) 828-3913
NRS/Enviro	Scientist:		(435) 781	-4475	(435) 828-4029
NRS/Enviro	Scientist:	Karl Wright	(435) 781	-4484	(435) 828-7381
NRS/Enviro	Scientist:	Holly Villa	(435) 781	-4404	(435) 828-3544
NRS/Enviro	Scientist:		(435) 781	-4476	
NRS/Enviro	Scientist:	Chuck Macdonal	d (435) 781	-4441	(435) 828-7482
NRS/Enviro	Scientist:		(435) 781	-3400	(435) 828-3544
NRS/Enviro	Scientist:	Michael Cutler	(435) 781	-3401	(435) 828-3546
NRS/Enviro	Scientist:	Anna Figueroa	(435) 781	-3407	(435) 828-3548
NRS/Enviro	Scientist:	Verlyn Pindell	(435) 781	-3402	(435) 828-3547
NRS/Enviro	Scientist:	Darren Williams	(435) 781	-4447	(435) 828-4029
NRS/Enviro	Scientist:	Nathan Packer	(435) 781	-3405	(435) 828-3545
			T) (40 =) =0	1 2 12 2	

Fax: (435) 781-3420

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

<u></u>	<u> </u>	ATION REQUIREMENTS
Construction Activity	-	The Ute Tribe Energy & Minerals Dept. shall be notified in
		writing 48 hours in advance of any construction activity. The
		Ute Tribal office is open Monday through Thursday.
Construction Completion	-	Upon completion of the pertinent APD/ROW construction,
		notify the Ute Tribe Energy & Minerals Dept. for a Tribal
		Technician to verify the Affidavit of Completion.
Spud Notice	-	Twenty-Four (24) hours prior to spudding the well.
(Notify Petroleum Engineer)		
Casing String & Cementing	-	Twenty-Four (24) hours prior to running casing and cementing
(Notify Supv. Petroleum Tech.)		all casing strings.
BOP & Related Equipment Tests		Twenty-Four (24) hours prior to initiating pressure tests.
(Notify Supv. Petroleum Tech.)		
First Production Notice	_	Within Five (5) business days after new well begins or
(Notify Petroleum Engineer)		production resumes after well has been off production for more
		than ninety (90) days.

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

STIPULATIONS: None

CONDITIONS OF APPROVAL:

- Adhere to all private surface agreements.
- All traffic related to this action will be restricted to approved routes. Cross-country vehicle travel will not be allowed.
- Pipelines will be buried at all major drainage crossings.
- Prevent fill and stock piles from entering drainages.
- Any hydrocarbons in the reserve pit will be removed **immediately** upon well completion; in accordance with Monument Butte SOP. Pits must be free of oil and other liquid and solid wastes prior to filling.
- Monument Butte SOP, Section 9.2 Pit Fencing Minimum Standards will be strictly adhered to. To include 9.2.2.3 Corner posts will be cemented and/or braced in such a manner as to keep fence tight at all times.
- If Uinta Basin hookless cactus or other special status plants are found, construction will cease and the AO will be notified to determine the appropriate mitigation.

• Interim Reclamation:

The topsoil from the reserve pit shall be stripped and piled separately near the reserve pit. When the reserve pit is closed, it shall be re-contoured and the topsoil re-spread, and the area shall be **seeded using a rangeland drill**. Seeding depth as per AO, or seed distributor. If portions of the site are too steep (>40%), or rocky, that portion may be broadcast seeded. If broadcasting seed, the seed shall be walked into the soil with a dozer immediately after the seeding is completed, or covered by soil using a drag chain. Seeding shall occur in the fall (August 1st until snow or ground is frozen) with the following seed mix:

Seed mix (or landowners designated seed mix):

Common name	Latin name	lbs/acre	Recommended seed planting depth
Squirreltail grass	Elymus elymoides	3.0	1/4 - 1/2"
Siberian wheatgrass	Agropyron fragile	1.0	1/2"
Shadscale saltbush	Atriplex confertifolia	0.50	1/2"
Four-wing saltbush	Atriplex canescens	0.50	1/2"
Gardner's saltbush	Atriplex gardneri	0.50	1/2"
Scarlet	Sphaeralcea	0.10	1/8 - 1/4"
globemallow	coccinea		
Forage Kochia	Kochia prostrates	0.10	1/8 - 1/4"

- All pounds are pure live seed.
- All seed and mulch will be certified weed free.
- Rates are set for drill seeding; double rate if broadcasting.
- Reseeding may be required if initial seeding is not successful.

• Final reclamation:

Once the location is plugged and abandoned, the well location, access, and any disturbed areas shall be re-contoured to natural topography, topsoil shall be re-spread, and the entire location shall be seeded following guidelines in the seed mix bullet statement above. Final seed mix: same as interim.

- Noxious and/or invasive weeds will be controlled along access roads, pipelines, well sites, and all other applicable facilities. Any noxious and/or invasive weeds outbreak, directly attributed to the activities of the Operator, will be the responsibility of the Operator to control.
- The topsoil from the reserve pit shall be stripped and piled separately near the reserve pit. When the reserve pit is closed, it shall be re-contoured and the topsoil re-spread, and the area shall be seeded in the same manner as the location topsoil.
- Once the location is plugged and abandoned, it shall be re-contoured to natural topology, topsoil shall be re-spread, and the entire location shall be seeded with a seed mix recommended by the AO (see above). Seed application will follow all guidelines in the interim seed mix bullet statement above.
- All well facilities not regulated by OSHA will be painted Carlsbad Canyon.
- Notify the Authorized Officer 48 hours prior to surface disturbing activities.

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

Onshore Order number 2 Drilling Operations III. C. Mud Program Requirements

- A variance is granted for Onshore Order #2 Drilling Operations III. C. Mud Program. Requirements "flare line discharge shall be located not less than 100 feet from well head" Flare line discharge line can be 80 feet.
- Operator cannot drill surface hole deeper than 450 feet without receiving BLM approval from the AO. Onshore Order no. #2 Drilling Operations III. E. 1.
- All requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E. 1. Drilling Operations, Special Drilling Operations, air/gas drilling.

Variance(s) to Onshore Order #2 Drilling Operations III. E.

Automatic igniter or continuous pilot light on the blooie line.

Requirement waived for ignitor and pilot light.

Operators blooie line output fluid stream is an aerated water stream.

Compressors located in opposite direction from the blooie line a minimum of 100 feet.

Compressors are truck mounted. Operators standard practice is to rig up With truck mounted compressors oriented ninety degrees to blooie line. Compressors are truck mounted with spark arresters.

Requirement for rotating head equipment.

Requirement waived for rotating head equipment Substitution of rotating head equipment with a diverter bowl equipment (drilling without back pressure)

- A variance is granted for Onshore Order #2 Drilling Operations III. E. "Blooie line discharge 100 feet from well bore and securely anchored" Blooie line can be 35 feet.
- All requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E. 1. Drilling Operations, Special Drilling Operations, air/gas drilling.
- Production casing cement shall be brought up and into the surface.
- Logging: Run gamma ray and electric logs from TD to surface casing.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the
 daily drilling report. Components shall be operated and tested as required by Onshore Oil & Gas
 Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
 performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be
 reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.

Page 6 of 9 Well: Ute Tribal 9-20-4-1 4/17/2008

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM, Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the <u>top of cement</u> and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 7 of 9 Well: Ute Tribal 9-20-4-1 4/17/2008

OPERATING REQUIREMENT REMINDERS:

- All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.
- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be notified when it is placed in a producing status. Such notification will be by written communication and must be received in this office by not later than the fifth business day following the date on which the well is placed on production. The notification shall provide, as a minimum, the following informational items:
 - o Operator name, address, and telephone number.
 - Well name and number.
 - Well location (1/41/4, Sec., Twn, Rng, and P.M.).
 - O Date well was placed in a producing status (date of first production for which royalty will be paid).
 - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - o Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will
 be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be
 reported verbally within 24 hours, followed by a written report within 15 days. "Other than
 Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on
 the Monthly Report of Operations and Production.

Page 8 of 9 Well: Ute Tribal 9-20-4-1 4/17/2008

- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.
- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field Office Petroleum Engineers will be provided with a date and time for the initial meter calibration and all future meter proving schedules. A copy of the meter calibration reports shall be submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.

Page 9 of 9 Well: Ute Tribal 9-20-4-1 4/17/2008

• Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in order that a representative may witness plugging operations. If a well is suspended or abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual plugging of the well bore, showing location of plugs, amount of cement in each, and amount of casing left in hole, and the current status of the surface restoration.

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Company: NEWFIELD PRODUCTION COMPANY						
Well Name:		UTE TRIBA	L 9-20-4-	1		
Api No:	43-013-3372	28	L	ease Type:_	INDIAN-FEE S	URF_
Section 20	Township_	04S Range	01W	County_	DUCHESNE	
Drilling Cor	ntractor	ROSS DRIL	LING	F	RIG #	_
SPUDDE	D:					
	Date	05/12/08				
	Time	4:00 PM	_			
	How	DRY				
Drilling wi	ill Commenc	e:		··········		
Reported by	real field.	TROY ZI	UFEIT			
Telephone#		(435) 823	-6013			
Date	05/13//08	Signed	CHD)		

STATE OF UTAH DIVISION OF OIL, GAS AND MINING **ENTITY ACTION FORM -FORM 6**

OPERATOR: NEWFIELD PRODUCTION COMPANY

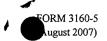
ADDRESS: RT. 3 BOX 3630

MYTON, UT 84052

N2695 OPERATOR ACCT. NO.

CTICH	CLIRRENT	NEW I	API NUMBER	WELL NAME	I			OCATION		SPUD	EFFECTIVE DATE
COOE	ENTITY NO.	ENTITY NO.			QQ	90	TP.	RG	CXXXIIY	DATE	1///
A	99999	16874	4301333231	FEDERAL 12-20-9-17	NWSW	20	98	17E	DUCHESNE	5/12/2008	5/29/08
ELL 1 COM		21)									
	674									-	
CTICH	CURRENT	NEW	API HUMBER	MEIT NYME	000	SC SC	LLACCAT	IDAI RG	COUNTY	SPUD DATE	EFFECTIVE DATE
A .	99999	16875	4301333728	UTE TRIBAL 9-20-4-1	NESE	20		1W	DUCHESNE	5/12/2008	5/29/08
<u> </u>	CPR	1/	1001000120		1,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	l	I	<u> </u>			
	GAC	·V			·					SPUD	EFFECTIVE
CTION	CURRENT ENTITY NO.	NEW ENTITY NO.	api number	WELLNAME	00	3C	MELL	ICCATION RG	OCUNTY	DATE	
		L	<u> </u>			L	L	L	<u></u>		
		1	a Palatin MOETO	WELL NAME	т		WELL	LOCATION		SPUC	EFFECTIVE
CODE	CURRENT SMITTY NO.	NEW (STITTE)	API NUMBER	NELL IVAN	QQ	-sc	TP	RG	COUNTY	QATE	DATE
					•						
		<u> </u>				.i	L				
				WELL NAME	· 		4ASER N	LOCATION		SPUD	EFFECTIVE
CODE	CURRENT ENTITY NO.	NEW ENTITY NO.	API MILLERER	WELL NAME	90	sc	TP	RG	COUNTY	DATE	DATE
WELL 5 COM	MENTS:		1			<u> </u>	<u> </u>	J	<u></u>		
CTION	CLARRENT	NEW	API NUMBER	WELL NAME				LOCATION		SPUD DATE	EFFECTIVE DATE
CODE	ENTITY NO.	ENTITY NO.			90	SC.	TP	RG	COUNTY	1 200	
			l		ا					<u> </u>	
VELL 5 COM	MENI#								1		7
	Eli (See învirucijoas on b			DEOCN/CD					1	INAL	7
	entily for nam mail (5/14) of the existing mathy (5/10)			RECEIVED					Signature	001/2	Jentri f
	s one avisting entity to and If from one existing entity to			MAY 1 4 2008					Production Cle	/	05/14/08
E- the	s (explain în consments sec	tiion)-		14171 1 1 2000					LIDGRERGII CIE		Date

DIV. OF OIL, GAS & MINING



Notice of Intent

Subsequent Report

Final Abandonment

☐ Acidize

Alter Casing

Casing Repair

Change Plans

UNITED STATES	
ARTMENT OF THE INTERIOR	
SEATLOET AND MANAGEMENT	

ORM 3160-5 August 2007) DEPARTMENT BUREAU OF L SUNDRY NOTICES A Do not use this form for p abandoned well. Use Form	FORM APPROVED OMB No. 1004-0137 Expires: July 31,2010 5. Lease Serial No. FEE 6. If Indian, Allottee or Tribe Name.	
	E - Other Instructions on page 2	7. If Unit or CA/Agreement, Name and/or
Type of Well Oil Well Gas Well Other Name of Operator NEWFIELD PRODUCTION COMPANY		8. Well Name and No. Ute Tribal 9-20-4-1
A. Address Route 3 Box 3630 Myton, UT 84052	3b. Phone (include are code) 435.646.3721	9. API Well No. 4301333728 10. Field and Pool, or Exploratory Area
Location of Well (Footage, Sec., T., R., M., or NESE Section 20 T4S R1W	Survey Description)	MONUMENT BUTTE 11. County or Parish, State
12. CHECK APPROPRIA	TE BOX(ES) TO INIDICATE NATURE OF	DUCHESNE, UT NOTICE, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	ON

Convert to Injector Plug Back Water Disposal 13. Describe Proposed or Completed Operation: (Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final

Deepen

Fracture Treat

New Construction

Plug & Abandon

On 5/12/08 MIRU Ross # 21. Spud well @ 4:00 AM. Drill 330' of 12 1/4" hole with air mist. TIH W/ 7 Jt's 8 5/8" J-55 24 # csgn. Set @ 333.06 KB. On 5/18/08 cement with 160 sks of class "G" w/ 3% CaCL2 + 1/4# sk Cello- Flake Mixed @ 15.8 ppg > 1.17 cf/ sk yeild. Returned 6 bbls cement to pit. WOC.

I hereby certify that the foregoing is true and correct (Printed/ Typed) Ryan Crum	Title Drilling Foreman				
Signature Jumi	Date 05/27/2008				
THIS SPACE FOR FEDERAL OR STATE OFFICE USE					
Approved by	Title	Date			
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office		======================================		

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious and fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)

RECEIVED

■ Water Shut-Off

Spud Notice

■ Well Integrity

X Other _

Production (Start/Resume)

Temporarily Abandon

Reclamation

Recomplete

NEWFIELD PRODUCTION COMPANY - CASING & CEMENT REPORT

LAST CASI	NG <u>8 5</u> /8	set @	322.38	3	OPERATOR	₹	Newfield I	Production C	ompany
DATUM								****	· o.iiipuiiij
DATUM TO	CUT OFF	CASING				SPECT			
DATUM TO	BRADENH	EAD FLANGE				 # FOR & RIG		Ross Rig #2	21
TD DRILLEF	330'	LOGG	ER					· · · · · · · · · · · · · · · · · · ·	
HOLE SIZE	12 1	4		** 					
LOG OF CA	SING STRI	NG:							
PIECES	OD	ITEM -	MAKE - DESC	RIPTION	WT/FT	GRD	THREAD	CONDT	LENGTH
				4		 			
		Shoe	Joint 44.30'						20200
		WHI - 92 cs	g head				8rd	Α	0.95
7	8 5/8"	Maverick ST			24#	J-55	8rd	Α	322.16
	1		GUIDE	shoe			8rd	Α	0.9
CASING IN\	ENTORY E	BAL.	FEET	JTS	TOTAL LEN	GTH OF STE	RING	323.06	
TOTAL LENGTH OF STRING 323.06 7				LESS CUT OFF PIECE					
LESS NON	CSG. ITEM	3	1.85		PLUS DATUM TO T/CUT OFF CSG				12
PLUS FULL	JTS. LEFT	OUT	0		CASING SET DEPTH			333.06	
	TOTAL		321.21	7	1				
TOTAL CSG	. DEL. (W/0	THRDS)	321.21	7	COMPAR	RE			
TIMING		., .,	1ST STAGE		_				
BEGIN RUN	CSG.	Spud	5/12/2008	4:00 PM	GOOD CIRC	THRU JOB		yes	
CSG. IN HO	<u>E</u>		5/18/2008	4:00 PM	Bbls CMT CI	RC TO SUR	FACE	6	
BEGIN CIRC			5/18/2008	5:08 PM	RECIPROCA	ATED PIPE F	OR	N/A	
BEGIN PUM	P CMT		5/18/2008	5:15 PM	_		_		
BEGIN DSPI			5/18/2008	5:28 AM	BUMPED PL	.UG TO		496	PSI
PLUG DOW			5/18/2008	5:35 AM					
CEMENT US				CEMENT CO		B. J			
	# SX				PE & ADDITIV		<u>.</u>		
1	160	Class "G" w/	2% CaCL2 + 1	1/4#/sk Cello-F	lake mixed @	15.8 ppg 1.	17 cf/sk yield		
	<u> </u>				W				1 - 1
OENTO ALIZ		TOUED DI 46	·						
		TCHER PLAC			· · · · · · · · · · · · · · · · · · ·	SHOW MAK	E & SPACIN	G	
Jeniralizers	- ivilaale t	ıısı, top seco	nd & third for	3					
									<u></u>

COMPANY REPRESENTATIVE Ryan Crum DATE 5/18/2008

FORM 3160-5

UNITED STATES

FORM APPROVED

	T OF THE INTERIOR	OMB No. 1004-0137 Expires: July 31,2010			
BUREAU OF I SUNDRY NOTICES Do not use this form for abandoned well. Use Fori	5. Lease Serial No.FEE6. If Indian, Allottee or Tribe Name.				
SUBMIT IN TRIPLICA	7. If Unit or CA/Agreement, Name and/or				
1. Type of Well Gas Well Other		8. Well Name and No.			
2. Name of Operator		Ute Tribal 9-20-4-1			
NEWFIELD PRODUCTION COMPANY		9. API Well No.			
3a. Address Route 3 Box 3630	3b. Phone (include are code) 435.646,3721	4301333728			
Myton, UT 84052 4. Location of Well (Footage, Sec., T. R. M. of	10. Field and Pool, or Exploratory Area				
4. Location of Well (Footage, Sec., T., R., M., o	r Survey Description)	MONUMENT BUTTE			
		11. County or Parish, State			
NESE Section 20 T4S R1W	DUCHESNE, UT				
12. CHECK APPROPRI	ATE BOX(ES) TO INIDICATE NATURE O	F NOTICE, OR OTHER DATA			
TYPE OF SUBMISSION	TYPE OF ACTI	ON			
Notice of Intent Notice of Intent Notice of Intent Acidize Alter Casin Casing Re	ng Fracture Treat Recla	uction (Start/Resume) Water Shut-Off amation Well Integrity mplete			
☐ Final Abandonment ☐ Convert to	ans Plug & Abandon Temp	mplete			
proposal is to deepen directionally or recomplete horizon Bond under which the work will be performed or provision of the involved operations. If the operation results in a Final Abandonment Notices shall be filed only after all inspection.) On 5/22/08 MIRU Patterson # 155. Set 8.625 csgn to 1,500 psi. Vernal BLM file out cement & shoe. Drill a 7.875 hole will be provided by Dig/SP/GR log's TD to surface. PU & T KB. Cement with 375 sks cement mixed.	ate all pertinent details, including estimated starting date of any printally, give subsurface locations and measured and true vertical die the Bond No. on file with BLM/BIA. Required subsequent repmultiple completion or recompletion in a new interval, a Form 31 requirements, including reclamation, have been completed, and the all equipment. Pressure test Kelly, TIW, Chokeld, & Roosevelt DOGM office was notifed of terith fresh water to a depth of 6850'. Lay down of 1H with Guide shoe, shoe jt, float collar, 162 jt's dig 11.0 ppg & 3.49 yld. The 475 sks cement own Bop's. Drop slips @ 97,000 #'s tension. Reference in the start of the st	epths of all pertinent markers and zones. Attach the orts shall be filed within 30 days following completion 60-4 shall be filed once testing has been completed, se operator has determined that the site is ready for final emanifold, & Bop's to 2,000 psi. Test est. PU BHA and tag cement @ 290'. Drill drill string & BHA. Open hole log w/s of 5.5 J-55, 15.5# csgn. Set @ 6849.44'/mixed @ 14.4 ppg & 1.24 yld. Returned 50			

RECEIVED

JUN 0 3 2008

		DIV. OF OIL, GAS & MINING					
I hereby certify that the foregoing is true and correct (Printed/ Typed)	Title						
Trov Zufelt	Drilling Supervisor						
Signature	Date 05/31/2008						
THIS SPACE I	FOR FEDERAL OR STATE OFFIC	CE USE					
Approved by	Title	Date					
Conditions of approval, if any, are attached. Approval of this notice does n certify that the applicant holds legal or equitable title to those rights in the swhich would entitle the applicant to conduct operations thereon.		·					
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a cr States any false, fictitious and fraudulent statements or representations as to		o any department or agency of the United					

NEWFIELD PRODUCTION COMPANY - CASING & CEMENT REPORT

			<u>5 1/2"</u>	CASING SET	AT	6849.44	-			
•					Fit clir @	6793.61				
LAST CASI	NG <u>8 5/8"</u>	SET A	AT 3 <u>33.06'</u>		OPERATOR	₹	Newfield I	Production (Company	
DATUM	12' KB				WELL	Ute Tribal	9-20-4-1			
DATUM TO	CUT OFF C	ASING _	12'		FIELD/PRO	SPECT	Monumen	t Butte		
DATUM TO	BRADENHE	AD FLANGE			CONTRACT	FOR & RIG#		Patterson F	Rig # 155	
TD DRILLER	6850	Logger	<u> </u>					,		
HOLE SIZE	7 7/8"									
		***	,							
LOG OF CA	SING STRIN	IG:								
PIECES	OD	ITEM - I	MAKE - DESC	RIPTION	WT/FT	GRD	THREAD	CONDT	LENGTH	
		Landing Jt							14	
		512' short ji	t @ 4744'							
161	5 1/2"	ETC LT & C	casing		15.5#	J-55	8rd	Α	6793.61	
		Float collar							0.6	
1	5 1/2"	ETC LT&C o	sg		15.5#	J-55	8rd	Α	42.58	
_	<u> </u>	<u> </u>	GUIDE	shoe			8rd	Α	0.65	
CASING INV	ENTORY B	AL.	FEET	JTS	TOTAL LEN	GTH OF STE	RING		6851.44	
TOTAL LEN	GTH OF STI	RING	6851.44	162	LESS CUT OFF PIECE					
LESS NON (CSG. ITEMS		15.25		PLUS DATUM TO T/CUT OFF CSG					
PLUS FULL	JTS. LEFT (DUT	240.93	6	CASING SE			6849.44		
	TOTAL		7077.12	168						
TOTAL CSG	. DEL. (W/O	THRDS)	7077.12	168	COMPARE					
TIMING			1ST STAGE	2nd STAGE						
BEGIN RUN	CSG.		5/29/2008	4:30 AM	GOOD CIRC	THRU JOB		Yes		
CSG. IN HOL	.E		5/29/2008	9:30 AM	Bbls CMT CI	IRC TO SUR	FACE	50		
BEGIN CIRC			5/29/2008	9:45 AM	RECIPROCA	ATED PIPE F	OR	THRUSTROK	(E NO	
BEGIN PUMI	PCMT		5/29/2008	11:42 AM	DID BACK P	RES. VALVE	HOLD?			
BEGIN DSPL	CMT		5/29/2008	12:57	BUMPED PL	.UG TO		2200	PSI	
PLUG DOWN	1		5/29/2008	1:27 PM						
CEMENT US	ED			CEMENT CON	IPANY-	B. J.				
STAGE	# SX			CEMENT TYP	E & ADDITIV	'ES	_			
1	375	Premlite II w/	10% gel + 3 9	% KCL, 3#'s /sk	CSE + 2# sl	k/kolseal + 1/	2#'s/sk Cello	Flake		
		mixed @ 11.	0 ppg W / 3.49	cf/sk yield			-			
2	475	50/50 poz W	/ 2% Gel + 3%	KCL, .5%EC1	1/4# sk C.F.	2% gel. 3% S	SM mixed @	14.4 ppg W/	1.24 YLD	
CENTRALIZI	ER & SCRAT	TCHER PLAC	EMENT			SHOW MAK	E & SPACIN	IG		
Centralizers	- Middle fi	rst, top seco	nd & third. Th	en every third	collar for a	total of 20.				
- <u></u>										

COMPANY REPRESENTATIVE	Ryan Crum	DATE .	5/30/2008

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES 5. LEASE DESIGNATION AND SERIAL NUMBER: DIVISION OF OIL, GAS AND MINING UTE TRIBE EDA 20G0005609 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: SUNDRY NOTICES AND REPORTS ON WELLS 7. UNIT or CA AGREEMENT NAME Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals, 8. WELL NAME and NUMBER: 1. TYPE OF WELL: OIL WELL X GAS WELL OTHER Ute Tribal 9-20-4-1 2. NAME OF OPERATOR: 9. API NUMBER: NEWFIELD PRODUCTION COMPANY 4301333728 3. ADDRESS OF OPERATOR: 10. FIELD AND POOL, OR WILDCAT: PHONE NUMBER Route 3 Box 3630 STATE UT ZIP 84052 435.646.3721 MONUMENT BUTTE CITY Myton 4. LOCATION OF WELL: FOOTAGES AT SURFACE: COUNTY: DUCHESNE OTR/OTR. SECTION. TOWNSHIP. RANGE. MERIDIAN: NESE, 20, T4S, R1W STATE: UT CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION DEEPEN ACIDIZE REPERFORATE CURRENT FORMATION ■ NOTICE OF INTENT ALTER CASING FRACTURE TREAT SIDETRACK TO REPAIR WELL CASING REPAIR NEW CONSTRUCTION TEMPORARITLY ABANDON Approximate date work will CHANGE TO PREVIOUS PLANS OPERATOR CHANGE TUBING REPAIR PLUG AND ABANDON CHANGE TUBING VENT OR FLAIR SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK WATER DISPOSAL (Submit Original Form Only) CHANGE WELL STATUS PRODUCTION (START/STOP) WATER SHUT-OFF Date of Work Completion: COMMINGLE PRODUCING FORMATIONS X OTHER: - Weekly Status Report RECLAMATION OF WELL SITE 07/15/2008 CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION

12.	DESCRIBE PROPOSED OR COMPLETED OPERATIONS.	Clearly show all pertinent details including dates, depths, volumes, etc.
	The above subject well was completed on 06-25-0	8, attached is a daily completion status report.

NAME (PLEASE PRINT) Jettri Park

SIGNATURE

DATE 07/15/2008

(This space for State use only)

RECEIVED
JUL 2 8 2008

DIV. OF OIL, GAS & MINING

Daily Activity Report

Format For Sundry
UTE TRIBAL 9-20-4-1
4/1/2008 To 8/30/2008

6/17/2008 Day: 1

Completion

Rigless on 6/16/2008 - Install 5M frac head. NU 6" 5M Cameron BOP. RU H/O truck & pressure test casing, blind rams, frac head & casing valves to 4500 psi. RU Perforators LLC WLT w/ mast & run CBL under pressure. WLTD @ 6757' & cement top @ 30'. PU & RIH w/ 26' perf gun. Tagged cement @ 6757'. Tried to work perf gun down. Work down to 6760'. Unable to get deep enough to perf BLS LS zone @ 6764-6790'. Decision was made to drill out cement. RD WL. 161 BWTR. SIFN.

6/18/2008 Day: 2

Completion

Nabors #823 on 6/17/2008 - MIRU Nabors #823. NU Washington head to Cameron Blind rams. Talley, drift, PU & TIH W/ new Smith 4 3/4" tooth bit, bit sub & new 2 7/8 8rd 6.5# J-55 tbg. Tag cmt @ 6750'. Tbg displaced 16 BW on TIH. RU power swivel. Drill cmt to FC @ 6801' (rig talley), FC & 22' of shoe jt to make PBTD @ 6824'. Displace hole W/ clean 2% KCL wtr. RD swivel. TOH W/ 60 jts tbg to 4896'. SIFN W/ est 145 BWTR.

6/19/2008 Day: 3

Completion

Nabors #823 on 6/18/2008 - Continue TOOH w/ tbg. LD bit & bit sub. RU Perforators LLC. WLT & lubricator. RIH w/ 26', 6', 14' perf guns & perforate BLS LS sds @ 6764-6790', 6734-40', 6706-20' W/ 3-1/8" Slick Guns (19 gram, ,49"HE, 120°) w/ 4 spf for total 184 shots. RU BJ Services "Ram Head" frac flange. RU BJ & frac BLS LS sds, stage #1 down casing w/ 62,832#'s of 20/40 sand in 700 bbls of Lightning 17 frac fluid. Perfs broke down @ 3840 psi. Pump 30 gals of Techna Hib chemical. Treated @ ave pressure of 3418 w/ ave rate of 29.3 bpm w/ 6 ppg of sand. ISIP was 3681. 845 bbls EWTR. Screened out frac w/ 21,000#'s in casing w/ 41,832#'s in perfs w/ 4.5# on perfs. Flow well back. Well flowed for 4 hours & died w/ 320 bbls rc'd. SIFN.

6/20/2008 Day: 4

Completion

Nabors #823 on 6/19/2008 - Open well w/ 1800 psi on casing. RU WLT. RIH w/ Weatherford 5-1/2" (6K) composite flow through frac plug & 16' perf guns. Set plug @ 6530'. Perforate CP2 sds @ 6414-30' w/ 4 spf for total 64 shots. RU BJ & frac stage #2 w/ 77,040#'s of 20/40 sand in 656 bbls of Lightning 17 frac fluid. Open well w/ 1800 psi on casing. Perfs broke down @ 3314 psi. Pump 30 gals of Techna Hib chemical. Treated @ ave pressure of 2412 w/ ave rate of 24.2 bpm w/ 8 ppg of sand. Spot 12 bbls of 15% HCL acid in flush flor next stage. ISIP was 2491. 1181 bbls EWTR. Leave pressure on well.\ RU WLT. RIH w/ frac plug & 16' perf guns. Set plug @ 6374'. Perforate CP1 sds @ 6338-54' w/ 4 spf for total 64 shots. RU BJ & perfs won't break down. RIH & spot 9 gals of 15% HCL acid (found perfs covered w/ 100' of sand). Flow well back. Well flowed for 2.5 hours & died w/ 180 bbls rec'd. RU BJ & frac CP1 sds, stage #3 w/ 68,464#'s of 20/40 sand in 649 bbls of Lightning 17 frac fluid. Open well w/ 1358 psi on casing. Perfs broke down @ 2406 psi. Pump 30 gals of Techna Hib chemical. Treated @ ave pressure of 2704 w/ ave rate of 28.2 bpm w/ 8 ppg of sand. Spot 12 bbls of 15% HCL acid in flush flor next stage. ISIP was 2641. 1650 bbls EWTR. Leave pressure on well. RU WLT. RIH w/ frac plug & 16' perf guns. Set plug @ 6120'. Perforate A3 sds @ 5998-6014' w/ 4 spf for total 64

shots. RU BJ & frac A3 sds, stage #4 w/ 35,027#'s of 20/40 sand in 468 bbls of Lightning 17 frac fluid. Open well w/ 1641 psi on casing. Perfs broke down @ 3246 psi. Pump 30 gals of Techna Hib chemical. Treated @ ave pressure of 2872 w/ ave rate of 27.5 bpm w/ 6 ppg of sand. Spot 12 bbls of 15% HCL acid in flush flor next stage. ISIP was 3073. 2118 bbls EWTR. Leave pressure on well. RU WLT. RIH w/ frac plug & 12' perf gun. Set plug @ 5770'. Perforate C sds @ 5652-64' w/ 4 spf fot total of 48 shots. SIFN.

6/21/2008 Day: 5

Completion

Nabors #823 on 6/20/2008 - RU BJ & frac C sds, stage #5 w/ 25,373#'s of 20/40 sand in 397 bbls of Lightning 17 frac fluid. Open well w/ 1214 psi on casing. Perfs broke down @ 4352 psi. Pump 30 gals of Techna Hib chemical. Treated @ ave pressure of 2259 w/ ave rate of 24.8 bpm w/ 6 ppg of sand. Spot 12 bbls of 15% HCL acid in flush flor next stage. ISIP was 3011 psi. Leave pressure on well. Est 2515 BWTR. RU Perforators WLT & run Weatherford 5 1/2" composite flow-through frac plug & 10' X 3 1/8" slick perf gun. Set plug @ 5488'. Perf stage #6, DS2 sds @ 5378-88' W/ 4 JSPF. All 1 run. RU BJ to frac DS2 sds. Perfs take fluid @ 1500 psi. Pumped total of 41,119# 20/40 sand in 383 bbls Lightning Frac 17 fluid. Treated @ ave press of 2547 psi W/ ave rate of 24.7 BPM. When 6# sd hit perfs, pressure began climbing rapidly. Screened out W/ 69 bbls flushed (of 126) & 7# sd on perf. Est 26,245# sd in formation & 14,874# sd left in casing. RD BJ & WLT. Flow well back on chokes. After 3 hrs rec est 130 BTF, but still carrying sand. ND Cameron BOP & 5M frac head. Install 3M production tbg head & NU Weatherford Schaeffer BOP. TIH W/ new Weatherford 4 3/4" "Chomp" bit, bit sub & tbg f/ derrick. Had to stop & circulate sandy fluid f/ well on TIH. Ran to 3139'. Circ hole W/ clean wtr. TOH W/ 20 jts tbg. SIFN W/ est 2768 BWTR.

6/24/2008 Day: 6

Completion

Nabors #823 on 6/23/2008 - Bleed off well. RIH w/ tbg. Tag sand @ 5460'. RU powerswivel & pump. C/O to CBP @ 5488'. DU CBP in 15 min. Cont. RIH w/ tbg. Tag sand @ 5670'. C/O to CBP @ 5770'. DU CBP in 15 min. Cont. RIH w/ tbg. Tag sand @ 6000'. C/O to CBP @ 6120'. DU CBP in 20 min. Cont. RIH w/ tbg. Tag sand @ 6370'. C/O to CBP @ 6374'. DU CBP in 30 min. Cont. RIH w/ tbg. Tag sand @ 6500'. C/O to CBP @ 6530'. DU CBP in 45 min. Cont. RIH w/ tbg. Tag sand @ 6690'. C/O to PBTD @ 6824'. Circulate well clean. Pull up to 6632'. SWIFN.

6/25/2008 Day: 7

Completion

Nabors #823 on 6/24/2008 - Open well to pit. Well flowed for 5.5 hours. Recovered 145 bbls. Trace of oil. No show of sand. RU pump to tbg. Kill well wl 30 bbls water. RIH w/ tbg. Tag PBTD @ 6824'. Circulate well clean. POOH w/ tbg. RIH w/ 2 7/8" bull plug, 4 jts 2 7/8" tbg., 2 7/8" nipple, PBGA, 1 jt 2 7/8" tbg., PSN, 2 jts 2 7/8" tbg., 5 1/2" TAC, 206 jts 2 7/8" tbg. ND BOP. Set TAC w/ 17,000# tension. NU wellhead. SWIFN.

6/26/2008 Day: 8

Completion

Nabors #823 on 6/25/2008 - Bleed off well. Flush tbg. w/ 60 bbls water. RIH w/ CDI 2 1/2" x 1 1/2" x 14' x 18' RHAC rod pump, 6- 1 1/2" weight bars, 21- 3/4" guided rods, 139- 3/4" slick rods, 95- 7/8" guided rods, 1 1/2" x 26' polished rod. Seat pump. RU pumping unit. Hang off rods. Fill tbg. w/ 1 bbl water. Stroke test to 800 psi. RD. Put well on production @ 4:30 p.m. 5 spm, 102" stroke length. Final Report.

FORM 3160-4

SUBMIT IN DUPLICATE* FORM APPROVED

(See other instructions ons reverse side) OMB NO. 1004-0137

Expires: February 28, 1995

JP

5. LEASE DESIGNATION AND SERIAL NO.

UNITED STATES DEPARTMENT OF THE INTERIOR

BUREAU OF LAND MANAGEMENT										2OG0005609				
WELL	COMPL	ETION	OR RE	СОМ	PL	ETION R	EPORT A	ND LOG*	6	i. IF INDIAN		or tribe name Tribal		
a. TYPE OF WORK									7	7. UNIT AGE	REEMENT NA			
		OIL WELL	X	GAS WELL		DRY	Other	····			Ute	Tribal		
b. TYPE OF WELL									<u> </u>	R FARM OR	IFASENAN	/IE, WELL NO.		
NEW X	WORK OVER	DEEPEN		PLUG BACK		DIFF RESVR.	Other					al 9-20-4-1		
NAME OF OPERATOR		<u> </u>	<u> </u>	BACK		RESVR.	Other		9	9. WELL NO		al 9-20-4-1		
		Ne	wfield E	xplorati	on (Company						3-33728		
ADDRESS AND TELEP		401 17th	St. Suit	e 1000	De	enver, CO 8	30202		1	0. FIELD AN	ND POOL OR Monum	wildcat nent Butte		
. LOCATION OF WE		tions clearly a	nd in accord	ance with a	ıny Sta	ate requirements	.*)		1		R., M., OR BL	OCK AND SURVEY		
t Surface	nombod balass	207	U FSL & S	912. FET	(NE/	/SE) Sec. 20	, 145, R1W			OR AREA		T4S, R1W		
t top prod. Interval rep	ported below										Jec. 20,	140, 1777		
At total depth 14. API NO. DATE ISSUED 12. COUNTY OR PARIS: 43-013-33728 1/14/08 Duchesne												13. STATE UT		
5. DATE SPUDDED	16. DATE T.D. F		17. DATI	E COMPL. (I	Ready t 25/0		18. ELEVATIONS (1 5118	DF, RKB, RT, GR, ET		בחסטיועו	D	19. ELEV. CASINGHEAD		
05/12/08 0. TOTAL DEPTH, MD &		28/08 21. PLUG BAC	L K T.D., MD &			22. IF MULTIPLE (23. INTERVALS		5030'KE RY TOOLS		CABLE TOOLS		
,						HOW MANY*	•	DRILLED BY						
6850' 4. PRODUCING INTERV	IAL(C) OF THE		6824'	M NIANATE O	MD A	ID TVD*		>		X		25. WAS DIRECTIONAL		
. PRODUCING INTERV	AL(3), OF THIS (LOMFLETIUN	•	m, name (1 Green F		,	790'					SURVEY MADE		
					1146							No		
5. TYPE ELECTRIC AND			naatad	Donoit		omponesta	d Noutron 1	CD Colinar	Como	at Dans	Llog	27. WAS WELL CORED		
Dual Induction 3.	Guard, SF	-, Compe	nsated			•	t all strings set in		Cemer	IL DOUG	LUG	No		
CASING SIZE/O	GRADE	WEIGHT,		DEPT	H SET	(MD)	HOLE SIZE	TOP OF CEM	иент, семі	ENTING RE	CORD	AMOUNT PULLED		
8-5/8" - 3	J-55	24			333		12-1/4"	To surface w						
5-1/2" - ა	J-55	15.	D#		849		7-7/8"	375 sx Premli	te II and	4/5 SX 5	0/50 Poz			
9.		LINI	ER RECOR	D	_			30.	T	UBING RE	ECORD	L		
SIZE	TOP (MD)	BOTTON	TTOM (MD) SACKS		CKS CEMENT*	SCREEN (MD)	SIZE	DEPTH SET (MD)			PACKER SET (MD)		
								2-7/8"	· ·	EOT @ 6709'	<u> </u>	TA @ 6480'		
I. PERFORATION REC	ORD (Interval. si	ize and number					32.	ACID, SHOT, I	FRACTU		NT SOUE			
INT	ERVAL		SIZ		SP	F/NUMBER		ERVAL (MD)	A	MOUNT AN	ND KIND OF	MATERIAL USED		
(BLS LS) 6764'-9						4/184	6706'-		Frac w/ 62,832# 20/40 sand in 700 bbls Frac w/ 77,040# 20/40 sand in 656 bbls					
	```	414'-6430'	.49			4/64	6414 ¹ - 6338 ¹ -					and in 656 bbls fluid		
		338'-6354" 998'-6014'	.48			4/48	5998'-					and in 468 bbls fluid		
		652'-5664'	.49			4/48	5652'-					and in 397 bbls fluid		
		378'-5388'	.49			4/40	5378'-	Frac w	ac w/ 41,119# 20/40 sand in 383 bbls fluid					
2 *						PRODUCT	CION							
3.* PATE FIRST PRODUCTION 06-26-0		PRODUCTIO	N METHOD (			impingsize and typ		rod pump				ATUS (Producing or shut-in)		
OATE OF TEST	HOU	RS TESTED	CHOKE:		PROD		-BBLS.	GASMCF.	WATER-	-BBL.		GAS-OIL RATIO		
06-27-08	3				. 2.01	>	153	106	1	145		693		
LOW. TUBING PRESS.	CAS	ING PRESSURE			(	OIL-BBL.	GASMCF.		WATERB	BL.	OIL GRAVIT	ГҮ-API (CORR.)		
			24-HOUF	>			1					RECEIVE		
4. DISPOSITION OF GAS	S (Sold, used for fu	el, vented, etc.)					.1		TI	EST WITNE	SSED BY	ALIC 1 9 200		
		//	Us	sed for	Fue	91		•				AUG 18 200		
5. LIST OF ATTACHME	NTS /	n/n									r	NA UE UIT GV6 6 11		
6. I hereby certify that	Old 1		aumatian i-	aamplata -	nd oc	rract as datarmin	ad from all overilab	le records		<del></del>	<u>L</u>	DIV. OF OIL, GAS & M		
6. I hereby certify that SIGNED	ule lo regoing a	igranached ish	ormation is	complete a	na coi	rrect as determin	Prodi	uction Techn	ician		DATE	8/8/2008		

Jentri Park

	<u>P</u>	TRUE	VERT. DEPTH														
<b>1ARKERS</b>	TOP		MEAS. DEPTH	4426'	4626'	4748'	5038	5265'	5302'	5436'	5720'	5863'	6297	6704	6828	.9089	
38. GEOLOGIC MARKERS		NAME		Garden Gulch Mkr	Garden Gulch 1	Garden Gulch 2	Point 3 Mkr	X Mkr	Y-Mkr	Douglas Creek Mkr	BiCarbonate Mkr	B Limestone Mkr	Castle Peak	Basal Carbonate	Wasatch	Total Depth (LOGGERS	
SUMMARY OF POROUS ZONES: (Show all important zones of porosity and contents thereof; cored intervals, and all drill-stem, tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries);	DESCRIPTION, CONTENTS, ETC.			Well Name	Ute Tribal 9-20-4-1W												
zones of porosity and sed, time tool open, fl	BOTTOM					,							, ···				
(Snow all important rval tested, cushion u	TOP																
<ol> <li>SUMMARY OF PURCO'S ZUNES: (Show all important zones of porosity and contents thereof; cored intervals, drill-stem, tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures, and recoveries);</li> </ol>	FORMATION																